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United Nations

United Nations Children's Fund

Financial report and audited financial statements

for the biennium ended 31 December 1995 and Report of the Board of Auditors

General Assembly
Official Records • Fifty-first Session
Supplement No.5B (A/51/5/Add.2)

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ABBREVIATIONS

AGFUND	Arab Gulf Programme for the United Nations Development Organizations
AIDS	acquired immunodeficiency syndrome
EAPRO	East Asia and the Pacific Regional Office
EPI	expanded programme on immunization
ESARO	Eastern and Southern Africa Regional Office
FAO	Food and Agriculture Organization of the United Nations
IAEA	International Atomic Energy Agency
IFAD	International Fund for Agricultural Development
ILO	International Labour Organization
MENARO	Middle East and North Africa Regional Office
OPEC	Organization of Petroleum Exporting Countries
PAHO	Pan American Health Organization
SARO	South Asia Regional Office
UNCDF	United Nations Capital Development Fund
UNDP	United Nations Development Programme
UNDRO	Office of the United Nations Disaster Relief Coordinator
UNESCO	United Nations Educational, Scientific and Cultural Organization
UNFDAC	United Nations Fund for Drug Abuse Control
UNFPA	United Nations Population Fund
UNHCR	Office of the United Nations High Commissioner for Refugees
UNIFEM	United Nations Development Fund for Women
UNRWA	United Nations Relief and Works Agency for Palestine Refugees in the Near East
WCARO	West and Central Africa Regional Office
WFP	World Food Programme
WHO	World Health Organization

LETTERS OF TRANSMITTAL

22 April 1996

Sir,

Pursuant to financial regulation 11.4, I have the honour to submit the financial report and statements for the biennium ended 31 December 1995 of the United Nations Children's Fund. These statements have been prepared and signed by the Comptroller.

Copies of these financial statements are also being transmitted to the Advisory Committee on Administrative and Budgetary Questions.

Accept, Sir, the assurance of my highest consideration.

(Signed) Carol BELLAMY
Executive Director

The Chairman of the Board of Auditors
United Nations
New York

31 July 1996

Sir,

I have the honour to transmit to you the financial statements of the United Nations Children's Fund, including the Greeting Card Operation, for the biennium ended 31 December 1995, which were submitted by the Executive Director. These statements have been examined and include the audit opinion of the Board of Auditors.

In addition, I have the honour to present the report of the Board of Auditors with respect to the above accounts.

Accept, Sir, the assurances of my highest consideration.

(Signed) Osei Tutu PREMPEH
Auditor-General of Ghana
and Chairman
United Nations Board of Auditors

The President of the General Assembly
of the United Nations
New York

I. FINANCIAL REPORT FOR THE BIENNIUM ENDED 31 DECEMBER 1995

Introduction

1. The Executive Director of the United Nations Children's Fund (UNICEF) submits herewith the financial report of the accounts of UNICEF for the biennium ended 31 December 1995, comprising 12 statements and 13 schedules. Of these, statements I, II, III and VII are now presented in line with the formats agreed upon by the Administrative Committee on Coordination as a step towards harmonization of the accounts of agencies in the United Nations system. The financial report provides details of the financial results of UNICEF activities in 1994 and 1995. Highlights are summarized in the following paragraphs.

Income

2. UNICEF income in the 1994-1995 biennium totalled $2,017 million. Virtually all Governments of both industrialized and developing countries contributed to UNICEF in the biennium. Income comprised $1,072 million for general resources, $568 million for supplementary funds and $377 million in emergency contributions. The breakdown of UNICEF income by source is: 82 per cent ($1,654 million) from Governments and intergovernmental organizations; 12 per cent ($245 million) from fund-raising campaigns, greeting card income and individual donations; 1 per cent ($26 million) from the United Nations system; and 5 per cent ($92 million) from miscellaneous sources, including interest and exchange-rate revaluation of assets and liabilities.

Expenditures

3. UNICEF expenditures in the 1994-1995 biennium were $2,003 million, consisting of $954 million for programme cooperation from general resources, $490 million for programme cooperation from supplementary funds and $368 million for emergency relief and rehabilitation. The remaining expenditure of $191 million was for administrative services.

Donations-in-kind

4. Donations-in-kind valued by donors at $51 million were delivered by UNICEF to projects during the 1994-1995 biennium. These deliveries are not reflected in the financial accounts of UNICEF, although they are handled through the administrative structures of the organization.

Special accounts

5. Special accounts are not related to programmes approved by the Executive Board of UNICEF and are not entered in UNICEF's financial accounts as income and expenditures. These funds are used mainly to cover the cost of goods and services purchased and delivered on a reimbursable basis by UNICEF on behalf of Governments, other agencies in the United Nations system and non-governmental organizations. In the 1994-1995 biennium, UNICEF received cash or pledges of $265 million for these special accounts. Disbursements and obligations totalled $218 million, and $25 million was either returned to donors or approved by donors for other services.

Cash holdings

6. UNICEF has total cash of $424 million, which includes the unspent balance from special accounts of $98 million). An amount of $419 million is held in first-class banks, comprising $385 million in interest-bearing time-deposit accounts and $34 million in current bank accounts. Cash-on-hand accounts amount to $5 million. The total cash holdings of UNICEF included $13 million in currencies restricted for use in the donor countries for purchases and other local expenditures.

Approved programmes

7. During the 1994-1995 biennium, the Executive Board approved $2,291 million for new programmes for children in countries with which UNICEF cooperates, as well as for regional and interregional projects. This total includes $1,325 million in programmes to be funded from UNICEF general resources and $597 million for projects that the Board approved as worthy of support and that were financed by pledges of supplementary funds made in 1994-1995. The total also includes $369 million for projects financed by pledges for emergency relief and rehabilitation.

(Signed) Carol BELLAMY
Executive Director

II. REPORT OF THE BOARD OF AUDITORS

Introduction

1. The Board of Auditors has audited the financial statements of the United Nations Children's Fund, including the Greeting Card and related operations, for the biennium ended 31 December 1995 in accordance with General Assembly resolution 74 (I) of 7 December 1946. The audit was conducted in conformity with article XII of the Financial Regulations of the United Nations and the annex thereto and with the common auditing standards of the Panel of External Auditors of the United Nations, the specialized agencies and the International Atomic Energy Agency. These standards require that the Board plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement.

2. The audit was conducted primarily to enable the Board to form an opinion as to whether the expenditures recorded in the 1994-1995 biennium had been incurred for the purposes approved by the Executive Board of UNICEF; whether income and expenditures were properly classified and recorded in accordance with the Financial Regulations; and whether the financial statements of UNICEF presented fairly the financial position as at 31 December 1995 and the results of the operations for the period then ended.

3. The audit included a general review of financial systems and internal controls, and a test examination of accounting records and other supporting evidence to the extent the Board considered necessary to form an opinion on the financial statements.

4. In addition to the audit of the accounts and financial transactions, the Board, carried out reviews under financial regulation 12.5. The reviews concerned the efficiency of financial procedures, the internal financial controls and, in general, the administration and management of UNICEF. The review also focused on budget formulation, programme implementation, monitoring and performance reporting.

5. The audit was carried out at UNICEF headquarters in New York, at Copenhagen, at the field offices in Bangladesh, Chad, Indonesia, Iran, Jordan, Kenya, Malaysia, Namibia, Niger and Zambia and at the Greeting Card Operation offices in New York and Geneva.

6. During the period under review, the Board continued its practice of reporting the results of specific audits through management letters containing detailed observations and recommendations to the Administration. This practice helped to maintain an ongoing dialogue with the Administration on audit issues.

7. The present report covers matters which, in the opinion of the Board, should be brought to the attention of the General Assembly. The Board's observations and conclusions on all matters contained in the present report were discussed with the Administration, whose views, where appropriate, have been reflected in the report. The report is divided into two parts, covering the audit of financial statements and management issues, respectively.

8. A summary of the Board's main recommendations and findings is contained in paragraphs 11-29. The detailed findings are reported in paragraphs 30-52 and 56-120.

Follow-up on actions taken on previous audit recommendations

9. Pursuant to General Assembly resolution 47/211 of 23 December 1992, the Board reviewed measures taken to implement its prior recommendations. Generally, UNICEF has responded positively to the recommendations of the Board made in its report for the biennium ended 31 December 1993. However, the clean-up of balances in the staff personal accounts which began in 1991 has not been fully completed. Detailed action taken and the comments of the Board thereon are outlined in the annex to the present report.

Overall results

10. The Board's review disclosed that no provision was made for contributions receivable amounting to $14.1 million (1.6 per cent of total assets) which have remained unpaid for five to ten years and could be considered as doubtful accounts receivable (para. 35). The Board also considers that UNICEF's policy of recording cash assistance to Governments as programme expenditure at the time funds are advanced does not provide full accountability. The Board noted that the Administration is in the process of addressing these weaknesses (para. 39). Further, UNICEF lost more than $1 million through fraud perpetrated by staff members, and there were allegations of mismanagement of resources involving some $9 million which are still under investigation by UNICEF's, Office of Internal Audit (paras. 67-68). The Administration has taken appropriate disciplinary action, including dismissal in most cases, against staff for whom wrongdoing has been established. While the Board had concerns about these matters, it concluded that they did not materially affect the fair presentation of the financial statements as a whole. Accordingly, the Board has placed an unqualified opinion on UNICEF's financial statements.

Summary of recommendations

11. The Board recommends that the following action, presented in order of priority, should be taken:

(a) The policy of recording cash assistance to Governments as programme expenditure at the time the funds are advanced should be reviewed for consistency with the definition of programme expenditure in UNICEF's financial regulations and programme management procedures (see para. 43);

(b) UNICEF should establish a reserve for its doubtful contributions receivable to ensure an accurate disclosure of its realizable assets (see para. 37);

(c) UNICEF's declining liquidity suggests the need for a reversal of the deliberate strategy of setting expenditure levels higher than income (see para. 46);

(d) Headquarters should strengthen its monitoring of the operation of internal control systems in field offices through prompt and effective investigation of indications of mismanagement (see para. 70);

(e) Responsiveness to internal audit findings and recommendations may be further improved as follows (see para. 103):

(i) The Internal Audit Committee should promptly evaluate and resolve any disagreements over audit findings and establish a time-frame for the implementation of internal audit recommendations;

(ii) Regional directors' reports on the implementation of internal audit recommendations should be presented in a uniform format and be monitored at headquarters by a designated officer;

(f) UNICEF should improve further the accuracy of its income projections for unfunded supplementary programmes through more realistic budgeting and fund-raising strategies (see para. 63);

(g) The procedures for allocating general resources to country programmes should be reviewed to enhance comparability of data, eligibility for assistance and the determination of cut-off and exit criteria (see para. 65);

(h) UNICEF should undertake collaborative studies into selected programme sectors to determine the level of achievement of the decade goals, sustainability of programmes and national capacity-building (see para. 58);

(i) Instead of using the exchange rates available at specific periods of time as the basis for forecasting budgetary requirements, UNICEF should consider adopting an appropriate averaging method to obtain more accurate projections (see para. 81);

(j) In the design of the integrated budget system a clear link should be established between administrative costs and the costs of the country programme to achieve proper balance in resource allocations (see para. 85);

(k) Further measures should be taken to improve sales forecasting and to reduce over-ordering of products in order to keep unsold stocks to the minimum (see para. 118).

Summary of findings

Accounts and financial reporting

12. The presentation of UNICEF's financial statements for the 1994-1995 biennium generally conforms to the United Nations System Accounting Standards. However, full compliance is yet to be achieved in the area of disclosure of termination benefits, non-expendable property and non-convertible currencies (see paras. 31 and 32).

13. Included in the contributions receivable of $195.2 million is an amount of $14.1 million which has remained unpaid for five to ten years. No provision has been set up in the accounts for doubtful receivables (see para. 35).

14. The policy of recording cash assistance to Governments as an outright expenditure is not consistent with UNICEF financial regulations and contradicts its definition of programme expenditure. Unliquidated cash assistance to Governments increased from $92.1 million as at 31 December 1993 to $120.7 million at the close of 1995, indicating that financial control over the accountability of cash assistance to Governments was not being fully achieved (see paras. 39 and 40).

15. UNICEF's liquidity position, which declined by 30 per cent at the end of 1992-1993 biennium, declined by 34 per cent at the close of 1995, because of deliberate strategy to set expenditure levels higher than income (see para. 45).

16. UNICEF's common premises project liability, both potential and confirmed, was not properly disclosed in its financial statements (see para. 49).

Programme management

17. The global implementation of supplementary funded programmes declined from 89 per cent in 1994 to 67 per cent in 1995 (see paras. 53 and 54).

18. The inability of many assisted countries to discharge their basic obligations under the Basic Cooperation Agreement casts doubt on the realization of the goals of sustainability and capacity-building (see paras. 57 and 58).

19. Of the $491.6 million in supplementary fund projects identified by UNICEF for funding in 20 countries, only $98.6 million was funded, suggesting over-ambitious supplementary funds forecasting (see para. 60).

20. UNICEF's basis for allocating general resources to country programmes did not take into account recent significant changes in under five mortality rates and child population statistics (see para. 65).

21. The Board's follow-up review of financial improprieties in a field office reported by UNICEF's Internal Audit Office confirmed a breakdown of internal controls arising from non-adherence to UNICEF's established financial procedures relating to procurement, recruitment and disbursements. Obvious symptoms of mismanagement were either ignored or not effectively followed up by headquarters (see para. 69).

Budgetary assumptions

22. The use of the exchange rates available at specific periods of time for costing the budget and for revising resources in the performance reports resulted in understatement of resource needs (see para. 79).

23. The administrative and programme support budget was prepared without taking into account the workload of country programmes (see para. 84).

24. Basic inputs for projecting the post adjustment multiplier are provided by the International Civil Service Commission and their accuracy depends on the reliability of the inflation and exchange-rate assumptions used (see para. 87).

Personnel management

25. The possible integration of the Division of Information and the Division of Public Affairs, whose functions seem to overlap, is still pending (see para. 95).

Internal audit

26. There were delays in taking corrective action on internal audit findings and recommendations because disagreements with findings were not promptly resolved and schedules were not established for implementing recommendations (see para. 101).

Travel

27. As at 31 December 1995, unliquidated travel advances totalled about $3 million, including $2.0 outstanding for more than one year, owing to delayed submission of travel claims. In addition, potential savings were not realized because of ineffective planning for travel (see paras. 104 and 107).

Greeting card operation

28. Sales proceeds of $35.7 million were not transferred by three National Committees to UNICEF within the maximum permitted period of six months. A balance of $1.7 million was still pending by 28 February 1996, five months after the expiration of the maximum period allowed (see para. 110).

29. There were large stocks of unsold products at the end of the 1994 campaign period because of unrealistic sales forecasting and over-ordering of cards and other products (see paras. 117 and 118).

Part I: Financial statements

Accounts and financial reporting

United Nations System Accounting Standards

30. In 1993, the Administrative Committee on Coordination (ACC) approved common accounting standards for use throughout the United Nations system. The General Assembly took note of the standards in resolution 48/216 C of 23 December 1993. Revisions to these standards were adopted by the Consultative Committee on Administrative and Budgetary Questions in 1995, on behalf of the ACC, pending approval by the General Assembly.

31. The Board assessed the extent to which UNICEF's financial statements for the 1994-1995 biennium conform to the United Nations System Accounting Standards and found that UNICEF has generally applied the standards but that further work needs to be done to bring UNICEF's financial statements fully into line with those standards.

32. In particular, the Board considers that there should be improved disclosure of the valuation of liabilities arising from termination benefits, the basis of valuation of non-expendable property and the reporting of non-convertible currencies. The Administration said that further efforts would be made to comply with the standards in future financial statements.

33. Pursuant to the goal of achieving harmonization in the presentation of the accounts of the agencies in the United Nations system, statements I, II, III and VII are now shown in line with the formats agreed upon by the ACC. Prior-period figures have been regrouped to conform with the new formats.

Overdue contributions receivable

34. UNICEF's financial rule 104.1 prescribes that pledges considered uncollectible may be recorded in a separate account as an offset to UNICEF income after consultations with the donors concerned. Paragraph 33 of the United Nations System Accounting Standards also states that prudent financial management requires that when the collection of a pledge is in doubt a provision

may be made for it in the accounts. A write-off action will be required in specific cases, where a pledge is deemed uncollectible.

35. The Board noted that of the total assets of $837.6 million shown in statement II as at 31 December 1995, $195.2 million represented contributions receivable. The Board's further review disclosed that $14.1 million of the contributions receivable remained unpaid for five to ten years. The Board considers that this amount of contributions receivable is potentially uncollectible and should have been provided for in the financial statements. The omission has overstated the total assets by this amount.

36. UNICEF is actively working to address the Board's concerns regarding overdue receivables through improved monitoring and follow-up with donors on long outstanding receivables. If uncollectibility is confirmed, appropriate adjustments to the receivable and income accounts will be made.

37. The Board therefore recommends that UNICEF should establish a reserve for its doubtful receivables to ensure an accurate disclosure of its realizable assets.

Cash assistance to Governments

38. Cash assistance to Governments provides funds to Governments to support programme implementation in countries with which UNICEF cooperates. UNICEF requires Governments to account for the utilization of advances within six months of receipt by submitting payrolls, invoices, detailed certificates and other documentary evidence to confirm that valid programme expenditure was incurred. UNICEF's programme officers are required to confirm the correctness, validity and completeness of expenditure documentation. The accounting procedure provides for unspent balances to be returned by Governments.

39. UNICEF's financial regulation 1.1 (m) and its Policy and Procedure Manual for Accounts define programme expenditure as "the cost incurred for programme supplies, equipment, project personnel, consultants and other local costs provided by UNICEF of training, project-related workshops, studies, advisory services and the logistical aspects of supply distribution". The Board considers that, in line with this definition, such advances do not become programme expenditure until the appropriate utilization documentation has been received by programme officers to confirm that funds were spent for the intended purposes. However, as a policy, UNICEF records cash assistance to Governments as programme expenditure at the time funds are advanced to Governments. In the Board's opinion this contradicts the definition of programme expenditure in UNICEF's Financial Regulations. The Board has therefore, during the biennium, drawn the Administration's attention to this issue and recommended that to further enhance transparency in financial reporting, the policy on the accounting for cash assistance to Governments be reviewed. The Administration assured the Board that the recommendation will be implemented. It stated that steps have been taken to improve financial control and accountability over cash assistance to Governments.

40. The Board, however, has observed that unliquidated cash assistance to Governments increased from $92.1 million as at 31 December 1993 to $120.7 million at the close of the 1994-1995 biennium, an increase of 31 per cent. The Board further noted that the $120.7 million includes overdue cash assistance totalling $34.3 million aged over nine months. Thus, the Administration's assurances of strengthening the financial control and accountability over cash assistance to Governments is not being fully achieved.

41. The Board considers that the Administration has not paid sufficient attention to internal audit reports which have repeatedly queried poor accountability for cash assistance, emphasizing that honour certificates are not enough to liquidate advances. The reports partly attribute the increase in unliquidated cash assistance to ineffective monitoring by programme staff and the recipients' lack of clear understanding of the documentation on utilization they are required to submit to UNICEF.

42. The Board is pleased to note that the Administration is in the process of generating headquarters status reports on cash assistance to Governments to be used as data for reconciling reports from the field offices. It has also started a review of the programme and accounting policies, in consultation with the Office of Internal Audit. The review is intended to cover the concerns of the Board on the subject of cash assistance to Governments. The Board welcomes the Administration's renewed commitment to strengthening financial control and accountability over that assistance.

43. In view of the significance of cash assistance amounts included in UNICEF's programme cooperation, the Board reiterates its recommendation that the Administration should review the policy of recording cash assistance to Governments for consistency with the definition of programme expenditure in UNICEF's financial regulations and programme management procedures and for transparency of accountability. The Board further recommends the strengthening of existing procedures for the management of cash to Governments to reduce long-outstanding amounts.

44. Additionally, the new Basic Cooperation Agreement initiated in 1992 is yet to be signed by all the countries with whom UNICEF cooperates. The agreement provides that Governments submit to UNICEF certified financial statements audited in accordance with existing government rules and procedures. The Board recommends that the audit clause be enforced on all Governments upon the signing of the agreement to enhance the integrity of documentation of cash assistance to Governments and improve transparency in reporting programme expenditures.

Liquidity position

45. Following a surplus of $134 million as at 31 December 1991, UNICEF set expenditure levels higher than income as a deliberate strategy to apply reserves to programme expenditures. As a result, the liquidity position declined by 30 per cent at the end of the 1992-1993 biennium. The application of this same strategy resulted in an excess of expenditure over income of $5.4 million for the biennium ended 31 December 1995, which further reduced the liquidity position by 34 per cent. As at 31 December 1995, the current assets of UNICEF, amounting to $726.9 million, exceeded current liabilities of $568.3 million by $158.6 million - a liquidity ratio of 1.28:1.

46. The emerging trend of declining liquidity would seem to suggest the need for re-examination of the strategy of setting expenditure levels higher than income in favour of keeping expenditures strictly within realizable income. At the end of the 1994-1995 biennium, general resources income declined slightly, by 1.4 per cent, while supplementary funds income increased significantly by 31.6 per cent over that of the 1992-1993 biennium. It is evident, therefore, that the fund-raising initiatives of the general resources, the regular source of UNICEF income, would also have to be intensified.

47. The Administration agrees that strict expenditure control is necessary, together with effective working capital management, now that UNICEF is operating

from a lower liquidity position. It is also agreed that fund-raising activities have to be stepped up, especially for general resources.

Common premises project liability

48. Statement VIII refers, in a footnote, to an outstanding amount of $2,575,720 billed to UNICEF by UNDP for construction costs of the common premises project pre-financed by UNDP. UNICEF has disputed the amount and has offered to pay $186,391, which it considers as its actual outstanding liability. UNDP is yet to respond to UNICEF's proposal.

49. It is the Board's view that $186,391 of the unpaid bill of $2,575,720 should have been properly recorded in the accounts as a confirmed liability and the difference of $2,389,329 disclosed in Note 9 as a contingent liability.

Write-offs of cash, receivables and property

50. The Administration informed the Board that during the 1994-1995 biennium, write-offs totalled $19.10 million, comprising cash receivables, obsolete properties and losses. Of this, governmental and non-governmental receivables totalling $18.03 million ($8.74 million of general resources, $7.66 million of supplementary funds and $1.63 million of emergency relief and rehabilitation funds) were written off.

51. In addition, $1,606,546 of prior years' accounts receivable and $2,643,262 of obsolete inventory were written off against Greeting Card and related operations income for the campaign year ended 30 April 1995.

52. Of $1,064,985 written off as losses, $853,389 involved uncollectible receivables from United Nations, United Nations agencies and National Committees, while $210,840 pertained to the value of obsolete supplies in UNICEF's Supply Division Warehouse, Copenhagen.

Part II: Management issues

Programme management

Programme implementation

53. The Board reviewed the level of country programme implementation. The analysis indicated that global implementation of general resources and supplementary funded country programmes combined dropped from 79 per cent in 1994 to 76 per cent in 1995. For the general resources programmes the level of implementation declined from 93 per cent in 1994 to 89 per cent in 1995, or 4 per cent lower than the assumed medium-term plan implementation benchmark of 93 per cent. The Administration explained that the implementation rate of 89 per cent was a conscious effort to keep within the revised projection of affordable general resources expenditures for 1995.

54. The level of implementation of supplementary funded programmes of 67 per cent (68 per cent for 1994) lagged behind the general resources programmes level of 89 per cent. The Board is particularly concerned at the low implementation rate of supplementary funded programmes.

55. The Board's analysis of country offices in the biennium established the common causes of unsatisfactory implementation as political instability, frequent changes in the leadership of implementing partners, delayed delivery of supplies, unrealistic project targets and late receipt of funds.

Sustainability and national capacity-building

56. The issue of sustainability and capacity-building is central to the success of programmes and a key strategy for achieving the goals for the 1990s. In most cooperation activities supported by UNICEF a conscious effort is made to include sustainability and capacity-building as key features in the formulation, implementation and evaluation of programmes and projects.

57. However, doubts about the achievement of sustainability and capacity-building, especially in Africa, arise from the continued inability of many assisted countries to meet their basic commitments under the programme cooperation. For example, the Board's audit disclosed that a number of UNICEF field offices continued to pay for services which were clearly identified as the responsibility of the assisted countries in the Basic Cooperation Agreement - namely, clearing, warehousing, transportation and distribution of supplies and equipment.

58. Furthermore, the Board did not find evidence of independent evaluation of the general sustainability of UNICEF completed projects in pursuit of the decade goals so that lessons learned could be applied to the advantage of ongoing projects. UNICEF may consider initiating collaborative studies in particular programme sectors of different geographical areas to determine how many projects completed under the decade goals have proved to be sustainable and have consequently promoted capacity-building. The Board was informed that evaluation of the sustainability of the universal child immunization programme has just been completed.

Unfunded supplementary funds projects

59. The Board recognizes that the global supplementary funds income has continued to increase substantially through the Administration's efforts to find funds to implement approved programmes.

60. However, the Board's review of programme implementation in 20 countries sampled disclosed that most of the approved supplementary fund projects were not implemented because of a shortfall in receipts of promised income. Of the $491.6 million identified by UNICEF as projected income to be used for funding supplementary projects, only $98.6 million was received during the 1994-1995 biennium. The cumulative unfunded balance of $393 million represented 80 per cent of unfunded supplementary projects in those countries. The Board found that the shortfall in funding was due to a shift in donor contributions from regular supplementary fund projects to emergency assistance projects in response to the changing needs of some countries.

61. Emergency programmes have begun to take their share of contributions which hitherto would have benefited only supplementary funded programmes. The Board has previously expressed concern about what it sees as inadequate background search for funding and over-ambitious supplementary funds forecasting. While the Board recognizes the uncertainties inherent in the concept of supplementary funding, it suggests that UNICEF establish realistic levels of supplementary funding in new country programmes through an effective evaluation of project delivery at the end of each country programme cycle.

62. In response, the Administration explained that it kept under review guidelines to assist field offices in developing more realistic programmes for supplementary funding. The Administration has also advised the field offices to review approved unfunded programmes to ensure more realistic phasing and to adapt them to changing country situations.

63. The Board recommends that UNICEF should improve the accuracy of its income projections for unfunded supplementary programmes through more realistic budgeting and fund-raising strategies.

Allocation of general resources

64. General resources planning levels are allocated among countries on the basis of three criteria: child population, gross national product (GNP) per capita and Under Five Mortality Rate (U5MR). These criteria are weighted in such a way that the allocation per child is highest in the country with the lowest GNP per capita and the highest U5MR, and becomes less, on a declining scale, as GNP per capita rises and U5MR decreases. Adjustments are made for countries with very large child populations. A minimum level of spending is also established for all countries in which UNICEF has a full or a sub-office.

65. The Board's review of general resources planning levels of country programmes for the period 1996-2000 disclosed the potential for improvement and modification, as discussed below:

(a) Planning levels are reviewed every year on the basis of recent GNP per capita published by the World Bank, child population statistics published by the United Nations Population Division and U5MR from UNICEF's own statistics maintained in consultation with the Population Division. For the review undertaken in 1994, 1992 GNP per capita, 1993 U5MR and 1993 child population statistics were used, whereas the 1995 review applied the 1993 GNP per capita, 1993 U5MR and 1994 child population statistics, raising the question of comparability. The Board sees the need to use up-to-date data, especially for U5MR, to reflect the country situations with a greater degree of accuracy. U5MR is a sensitive indicator of many factors in assisted countries, including health, women's status and nutrition, and should be updated regularly;

(b) Several countries in Central and Eastern Europe and the Commonwealth of Independent States do not receive regular UNICEF general resources allocations even though they have U5MR and GNP figures that make them eligible for such support. The present arrangement may have been put in place when the situation of children and women in these countries was not well known and documented. The Board considers that given their declining levels of GNP and worsening U5MR in these countries, UNICEF should review its criteria to make some of these countries eligible for normal UNICEF cooperation;

(c) The Board further noted that general resources allocation criteria and policy are silent on the cessation of UNICEF cooperation with countries as their socio-economic conditions improve. In the Board's view, real changes in country situations call for new means of cooperation. When positive economic and social developments become visible in assisted countries, new partnerships could be formed to sustain national capacity-building and development. The feasibility of establishing a cut-off criteria and exit strategy may therefore be considered.

66. The Administration informed the Board that the September 1996 Executive Board session will review the procedure for allocating general resources. The

concerns expressed by the Board will be considered in preparing the background papers for this review.

Fraud and mismanagement - Kenya country office

67. Indications of financial irregularities in the Kenya country office prompted an internal audit investigation into the operations of that office in late 1994. The investigation found extensive fraud and serious financial mismanagement. The irregularities may be classified as (a) improper payments (that is, claims that were overpaid, falsified, fictitious, duplicated and unsupported); (b) misapplication of programme funds, including false liquidations; and (c) restrictive procurement and recruitment practices. Reports of the Internal Audit Office estimated that UNICEF lost more than $1 million through fraud perpetrated by staff members and alleged gross mismanagement of resources involving some $9 million which is under investigation.

68. The Board carried out, at the Kenya country office in October/November 1995, a follow-up review of the significant findings and recommendations of the internal audit investigation to ascertain the factors that contributed to the irregularities and to evaluate the status of implementation of the recommendations made by the Internal Audit Office. The Board is of the view that the confirmed losses of some $1 million were well founded. The Board's field audits in the biennium did not point to widespread financial irregularities in other field offices.

Contributory factors

69. The Board's examination of available documentation confirms a breakdown of internal control arising from non-adherence to UNICEF's established control systems, particularly relating to procurement, recruitment and disbursements. This situation occurred because of inadequate segregation of duties, collusion and improper delegation of authority. Also, the UNICEF representative and key staff members displayed serious negligence and lack of integrity, while the overall oversight role by UNICEF headquarters was ineffective.

(a) Oversight role

70. The Internal Audit report pointed out that inadequate oversight and supervision contributed to the late discovery of the irregularities. The report pointed out that obvious indicators such as staff size larger than the approved level (300 instead of 71), excessive overhead, large suspense account balances, a large number of unpaid bills and excess expenditure were ignored or not effectively followed up for redress. More important, earlier recommendations for improving internal controls, such as segregation of duties, made by the Internal Audit in 1993 were not implemented. The Board recommended that headquarters should strengthen its monitoring of the efficient working of established internal control systems in field offices. It is the Board's view that proper interpretation and effective action on the obvious indicators outlined above would have given the Administration a significant head start in the detection of the financial improprieties which occurred in the Kenya office.

(b) Delegation of authority

71. The Board's audit also found evidence of improper delegation of authority. Prescribed rules in this respect were not followed. Consultants and temporary staff were delegated to oversee, approve, certify or make payments involving

significant amounts. There were also lax recruitment procedures resulting in serious over-staffing in the Kenya office.

(c) Supervisory control

72. The Board's follow-up review has confirmed that substantial fraud and financial mismanagement could be attributed to inadequate supervisory control. These included:

- payments to fictitious companies, false disbursements and misapplication/diversion of programme funds;

- submission of false claims in respect of travel (for example, $4,340 by one staff member) and the medical insurance plan ($3,907 by three staff members);

- settling private bills (telephone/hotel) with UNICEF funds (for example, the former representative was reimbursed $4,200 for home telephone calls without proper documentation).

73. The Board is pleased to note that appropriate disciplinary action, including dismissal in most cases, has been taken in respect of those staff for whom wrongdoing has been established. The Board also found that the Administration had introduced various internal control guidelines for staff members, relating to procedures for local procurement, establishment of payment vouchers, petty cash, hiring of consultants, travel and overtime. It was projected that two internal control manuals for programmes and operations would be completed by the end of 1995. The manuals are to form the basis for the day-to-day financial and operational control systems in the Kenya office.

Budgetary assumptions

Introduction

74. In paragraph 8 of resolution 48/228 of 23 December 1993, the General Assembly requested the Board to review the development of assumptions used in the presentation of the United Nations programme budget and performance reports with a view to suggesting improvements. The Board decided to extend this review to cover some of the organizations it audits in the context of its horizontal review of subjects of common interest in order to identify any widespread weaknesses needing remedial action.

75. In UNICEF, the Board's review covering two bienniums (1992-1993 and 1994-1995) was focused on the formulation and documentation of budgetary assumptions, factors influencing those assumptions, effects of the assumptions on appropriations and the adequacy of performance reporting. The main objective of the review was to obtain assurance that the assumptions used in the programme budget were based on sound financial and economic principles and to suggest refinements in budgetary techniques and modifications in format with a view to achieving realistic and transparent budgetary proposals.

Primary assumptions

76. The review disclosed that the primary assumptions used by UNICEF in budget calculations include exchange rates, rate of inflation, staff costs and turnover in various categories. The exchange rate and inflation rate are used with other

inputs to estimate the post adjustment multiplier for Professional staff and cost-of-living adjustments for local staff.

77. Although the process of budget preparation has been delineated in the Budget Manual, the basis for the formulation and development of budgetary assumptions has not been established and documented. Similarly, the steps and calculation process have not been documented. Instead, spreadsheets have been designed to store information and execute computations.

78. Noting the complicated nature of the process and the need for consistency and transparency, the Board felt that the budget methodology and techniques, including various factors and considerations used, should be documented and embodied in the Budget Manual. The Administration has now incorporated the budgetary assumptions in its costing manual and will take further action to include them in the new financial system.

Rates of exchange

79. Costing for salaries and non-post items in UNICEF offices away from headquarters is made in local currencies and converted into United States dollars. For the 1992-1993 and 1994-1995 bienniums, rates of exchange existing on 1 June preceding each biennium were used to prepare the budget. However, in the first performance reports, the latest available rates were used in revising the resource requirements. The resulting variations in the rates of exchange vis-à-vis the United States dollar led to understatement of resources and additional requests for funds.

80. In 19 out of 25 duty stations examined, significant changes were noted in the local currency exchange rates used for the 1992-1993 and 1994-1995 bienniums against the United States dollar, which resulted in requests for additional funds. Changes in the rates of exchange in respect of major duty stations such as Copenhagen, Tokyo and Geneva were not material.

81. The Board suggested that an exchange rate projection may be based on the average of the actual rates of the preceding year. It is considered that basing the exchange rates on the latest month for a period of 12 months may not be realistic because monthly rates of exchange usually are characterized by cyclical movements and a particular month and the latest rate selected could represent extremes of the cycle. The adoption of an appropriate averaging method would provide a more accurate basis for the assumption.

82. The Administration explained that, in its budget deliberation in 1989, UNICEF's Executive Board requested UNICEF to use the latest available exchange rate to cost the budget. However, in the ongoing harmonization of budgetary procedures among UNDP, UNFPA and UNICEF, it is most likely that a standard approach will be used.

Workload indicators

83. UNICEF uses a two-year budget cycle for administrative and programme support and a three- to five-year cycle for its programme budget. There is no linkage between the two budgets. The administrative and programme support budget is prepared without identifying the demands that the country programme would exert on it.

84. In the management study carried out by an external contractor, it was pointed out that the administrative and programme support budget is prepared

incrementally and with little or no relationship to the country programme. As a result, imbalances across countries occur, as the basis of comparison is the previous biennium budget and not the workload of the country programme. It is understood that the missing link between administrative and country programme costs may be better established when UNICEF's integrated budget is implemented in 1998 for country offices.

85. The Board recommended that, in the design of the integrated budget system, a clear link should be established between administrative costs and the costs of the country programme. UNICEF should also develop overhead ratios for each country programme budget and compare those ratios across countries to obtain maximum input into country programmes. In this way there will be a link between the cost of workload in the country programme budget and the cost of the workload in the administrative budget. Programme support should also be more clearly defined.

86. The Administration assured the Board that, in the development of the integrated budget, standard definitions and a uniform cost structure will be established for programme costs, administrative costs and programme support costs. The integrated budget presentation will show the relationship between programme funds and administrative and programme support costs.

Post adjustment multiplier

87. The basic inputs for projecting post adjustment multiplier values are provided by the International Civil Service Commission. Their accuracy therefore depends on the reliability of the assumptions relating to inflation and exchange rates. UNICEF accepts the inputs and adjusts the table by 4 per cent, the basis of which is not sufficiently transparent.

88. In determining staff costs in the UNICEF budget, the net base salary of staff in the Professional and higher categories is adjusted by a multiplier which is recommended monthly for each duty station by the International Civil Service Commission, keeping in view rates of inflation. To calculate the post adjustment multiplier, a table of post adjustment indices is worked out on the basis of assumed exchange rates, local inflation and the out-of-area inflation index, and the relative share in percentage terms of in-area and out-of-area expenditures assumed by the International Civil Service Commission. The indices and the preceding values of the post adjustment multiplier are used to project the average post adjustment multiplier for the ensuing period. Provisions are also made for consolidation of post adjustment multiplier points in the base salary. The results are used in the standard cost tables for computing the dollar value post adjustment for all levels of posts.

89. The Board recommends that, as is the practice in other United Nations organizations, UNICEF should request the International Civil Service Commission to forecast the post adjustment multiplier for a period of time in advance. This will eliminate the need for UNICEF to formulate the post adjustment multiplier table adjustment and further promote transparency, uniformity and comparability in budget practices among United Nations organizations.

90. UNICEF took note of the recommendation for further discussion at the harmonization table with UNDP and UNFPA. While acknowledging that post adjustment multiplier is difficult to project, the Administration agrees that such information from the International Civil Service Commission could be used by United Nations agencies for calculating staff costs.

Performance reports

91. The Board noted that UNICEF budget performance reports mainly include actual project expenditure against total allotments without analysing variances by duty station and by object of expenditure.

92. Analysis of budget variances would assist the Budget Planning and Review Committee to evaluate better the requests for additional resources. This additional budget disclosure would also provide a more transparent picture of the causes of the variances and facilitate the Executive Board's appreciation of changes in trends.

93. The Board is pleased to note that UNICEF is designing a new performance report to take into account the analysis of income and expenditure variances.

Personnel management

Distribution of functions

94. The Board noted that the Advisory Committee on Administrative and Budgetary Questions (ACABQ) had expressed concern about the need to integrate the Division of Information and the Division of Public Affairs in order to reduce staff and operating costs. The ACABQ had estimated that $677,500 could have been saved on the budget of those two divisions for 1994-1995.

95. The functions of the two divisions overlap and in some instances their duties seem duplicated. Both divisions are involved in some aspects of information and public affairs, interacting at different levels, sometimes with the same partners or National Committees. The Board considers that the functions of the divisions could be merged into a homogeneous unit to ensure economical and efficient utilization of resources.

96. The Board welcomes the assurance given by the Administration to review the matter in line with the overall structure of accountability within the management excellence programme.

Internal audit

Follow-up on the Board's recommendations

97. Pursuant to General Assembly resolution 50/204 of 23 December 1995, the Board has followed up on its recommendations on the Office of Internal Audit. The recommendations, which were made in its report for the biennium ended 31 December 1991, mainly concerned the filling of vacancies and the implementation of recommendations by the Office of Internal Audit.

98. In 1991, in an executive directive, UNICEF emphasized and strongly reiterated the Administration's position regarding action to be taken by the offices concerned on the internal audit recommendations. In another executive directive issued in 1992, UNICEF clarified the role of the Office of Internal Audit.

99. The Board's review disclosed that all the vacancies had been filled and, as a result, the audit coverage is higher than in previous years. This was expected to improve even further as the three new auditors gained more exposure

to UNICEF operations and as one senior auditor, who had been temporarily seconded to another division, assumed the full responsibilities of his post.

100. The Board noted that Internal Audit still lacked sufficient staff resources to meet its three-year rolling work plan and to meet its planned audit coverage for 1995. The Board notes that the Executive Board, at its spring 1996 session, approved three Professional posts for the Office of Internal Audit. The Board trusts that the vacancies will be filled promptly so as to increase the coverage and frequency of internal audits in the field.

Internal audit findings and recommendations

101. In its 1994 annual report, the Office of Internal Audit had expressed dissatisfaction with the implementation of its recommendations, especially the lack of commitment by the Administration to hold individuals accountable for their actions. The Board reviewed the general responsiveness of the Administration to internal audit findings and recommendations. The following weaknesses were brought to the attention of the Administration:

(a) UNICEF regional directors are required to submit to the Executive Director every six months, in January and July, a report on the status of implementation of internal audit recommendations in their regions. The Board noted a lack of uniformity in the format and content of the implementation reports and delays in the implementation of audit recommendations because no time-frames had been established by the Administration;

(b) No focal points had been designated to follow up on the reports submitted by the regional directors. As a result, disagreements with audit findings and recommendations remained unresolved;

(c) Internal Audit does not submit periodic status reports on the implementation of its recommendations to the Executive Director.

102. The Administration indicated that it is committed to establishing an improved system for audit follow-up and suggested a number of remedies which the Executive Director will pursue with division directors.

103. The Board recommends that:

(a) The Internal Audit Committee should promptly evaluate and resolve any disagreements over audit findings and establish a time-frame for the implementation of their recommendations;

(b) The regional directors' follow-up reports on the implementation of audit recommendations should be presented in a uniform format and be monitored at headquarters by a designated officer;

(c) Status reports on uncorrected audit findings and unimplemented recommendations should be submitted by Internal Audit every six months to the Executive Director.

Travel

Outstanding travel claims

104. The Board's audit revealed that, as at 31 December 1995, unliquidated travel advances amounted to $3.0 million, including $2.0 million outstanding for more than one year. Of a sample of 73 travel authorizations examined, only one traveller submitted claims within the stipulated time of 15 days after travel. In one case, a delay of 242 days was noted. Trip reports were not always presented and in some cases, not properly completed. In several cases, some individuals had more than two outstanding advances.

105. The high rate of untimely submission of travel advances persisted because UNICEF did not enforce the requirement that a staff member who fails to submit a travel claim within 15 days of completion of travel should have the advance automatically recovered in its entirety by salary deduction. The Board recommends that the Administration should enforce this regulation in order to reduce the high incidence of overdue travel claims.

Submission of travel plans

106. To ensure effective administration of travel activities, the Board has drawn attention to the benefits of making travel proposals sent by the various sections/divisions available to the Travel Unit to enable it to organize travel in a more economical and efficient manner. Changes made in the proposals during the year should be communicated early to the Unit to be reflected in the consolidated travel plan.

107. In this connection, the Board noted that in February/March 1995, 26 officials from various sections/divisions at headquarters attended a conference in Geneva. Half of this number submitted their travel plans early enough to enable the Travel Unit to negotiate a price of $648 per ticket as against $1,226 per ticket for the remaining 13 officials who submitted their plans late. As a result, potential savings of $7,514 (47 per cent) were not realized.

108. It was further noted that when travel plans were submitted to the Travel Unit in good time, negotiations with airlines resulted in total savings of $240,000 for the year ended 31 December 1994. The Administration agrees with the Board that UNICEF can derive further substantial savings if travel is planned well in advance. Instructions emphasizing advance travel planning have since been issued.

Greeting Card Operation

Delay in the transfer of sales proceeds

109. The new Recognition and Cooperation Agreement requires that "all funds due to UNICEF shall be transferred once a year to UNICEF not later than six months after the end of the fiscal year of the National Committee".

110. The Board's audit of the Greeting Card Operation, New York, disclosed that total net proceeds of $35.7 million due from three National Committees were not transferred by 30 September 1995, six months after their financial year had ended on 31 March 1995. As at 28 February 1996, a balance of $1.7 million was still outstanding.

111. Of the Greeting Card Operation's total current assets of $196.6 million, as at the end of its fiscal year on 30 April 1995, 98 per cent represented accounts receivable. Thus, the financial health of the Operation is contingent upon the collectibility of its receivables, and hence the need for timely collection of all receivables.

Format of cash accounting reports

112. As a requirement for reporting proceeds generated from private sector fund-raising activities, cash accounting reports of National Committees are to disclose details of gross proceeds, total cost incurred and net proceeds analysed into general resources and supplementary funds.

113. Examination of cash accounting reports for the 1994 campaign submitted to the Greeting Card Operation, New York, disclosed that some National Committees did not report their proceeds in the recommended format. The Board further observed that the recommended format of the cash accounting reports did not require that information on amounts retained and commissions charged by the National Committees be separately disclosed. It was therefore not possible to vouch for the accuracy of the amounts charged as a commission or retained by the National Committees.

114. To achieve uniformity of presentation, the Administration should enforce compliance by National Committees with the established format. The format should be further revised to provide for a separate recording of retention/ commissions. The Administration welcomed these recommendations.

Donations and destructions

115. Chapter 4, section 1.5, of the Greeting Card Operation's field office manual requires that before any inventory is destroyed, authorization must be obtained from the Property Survey Board. A certificate of destruction witnessed by an authorized official is also required.

116. The Board noted a widespread breach of this regulation. At the Greeting Card Operation in Geneva, 1.7 million cards donated and 520,435 destroyed were not authorized by the Property Survey Board. Similarly, at the Greeting Card Operation in New York, 2 million cards were destroyed by National Committees and sales partners without the required authority and destruction certificates. The Board recommends strict compliance with established product destruction and promotion procedures.

Unsold products

117. At both Geneva and New York the Board's examination of the sales reconciliation worksheet for the 1994 campaign period indicated large stocks of unsold products at year-end, ranging in value between 51 and 305 per cent of gross sales of the affected National Committees.

118. These statistics suggest unrealistic forecasting of sales and over-ordering of cards and other products. This could have a negative effect on the performance and profit of the Greeting Card Operation since, apart from locking up operating capital in stock, extra costs would also be incurred in the storage, handling and transportation of unsold products. The Board recommended that measures should be taken to improve sales forecasting and reduce over-ordering of products in order to keep unsold stocks and related costs to the minimum.

119. The Administration views with concern the issue of unsold goods and has established a procedure requesting all sales partners to tighten control at the order approval stage. A production review panel has been established to monitor delivery-to-sales ratios of all sales partners, with a target of maintaining a maximum ratio of 1 to 1.35. The Board will review the issue in future audits.

Cases of fraud and presumptive fraud

120. The Board was notified of 66 cases of fraud and presumptive fraud, involving $1,800,034, detected during the biennium. Of these, 22 cases, involving $1,016,666 and 22 staff members, were perpetrated in Kenya as a result of the breakdown of internal controls arising from non-adherence to UNICEF's established rules and procedures, particularly on procurement, disbursements and recruitment. In each of the 22 cases, disciplinary action was taken. Twenty-one staff members have been summarily dismissed and one has resigned. The Administration has explained that investigations are ongoing and that a number of staff members have appealed the cases brought against them.

Acknowledgement

121. The Board of Auditors wishes to express its appreciation for the cooperation and assistance extended to its staff by the Executive Director and staff of the United Nations Children's Fund.

(Signed) Osei Tutu PREMPEH
Auditor-General of Ghana

(Signed) Sir John BOURN
Comptroller and Auditor General
of the United Kingdom of Great
Britain and Northern Ireland

(Signed) Vijay Krishna SHUNGLU
Comptroller and Auditor General
of India

31 July 1996

ANNEX

Follow up on actions taken to implement the recommendations of the Board of Auditors in its report for the period ended 31 December 1993 a/

I. RECOMMENDATION 9 (a)

1. The reporting procedures of the common premises project should be reviewed to ensure periodic apportionment of costs to participating organizations for disclosure in their accounts and to facilitate reimbursement to the primary funding organization.

Measures taken by UNICEF

2. The financial modalities for future projects have been revised in accordance with the decision taken by the Joint Consultative Group on Policy following a series of lengthy discussions in 1994 and 1995 between the Group and the United Nations Office of Legal Affairs. New projects will be implemented as turnkey transactions in which private sector developers will be responsible for financing the projects and for all aspects of the projects up to their completion. The arrangement will be that of a lease-purchase, with ownership eventually transferring to the United Nations. The costs to be paid to the developers by each agency will be based on respective space apportionment. UNDP will act as the managing agent of the common premises projects, and the agencies will pay the maintenance charges thereafter.

3. On the value of the unpaid bills sent by UNDP which was not reflected in the accounts for the biennium ended 31 December 1993, UNICEF provided the following comments: on the original UNDP billing of $5,549,516, UNICEF made a payment of $2,650,000. The difference is in dispute and will be subject to verification upon receipt of documentation to determine validity and acceptability of charges. While the secretariat has proposed to pay $186,391 in final settlement of UNICEF's share of the costs, no response from UNDP on the proposal has been received.

Comments of the Board

4. The recommendation has not been implemented. As discussed above by the Administration, the dispute has not been resolved. Of the disputed balance of $2,575,720, UNICEF has accepted responsibility for only $186,391 but neither of these amounts was properly disclosed in the financial statements for the 1994-1995 biennium. (See also paras. 51 and 52 of the present report.)

II. RECOMMENDATION 9 (b)

5. The Administration may wish to re-examine the present policy on the utilization of the Emergency Programme Fund given the limitations of the Central Emergency Revolving Fund and make recommendations to the Executive Board on the

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a/ Official Records of the General Assembly, Forty-ninth Session, Supplement No. 5B (A/49/5/Add.2), sect. II, para. 9.

effective use of the Emergency Programme Fund to strengthen the emergency readiness of UNICEF.

Measures taken by UNICEF

6. Following the Board's recommendations, the secretariat presented a proposal to the February 1994 organizational session of the Executive Board to increase the biennium ceiling of the Emergency Programme Fund from $14 million to $30 million. The Board's recommendation to promote the broader use of the Fund had significant bearing on the deliberations of the Executive Board and on the approval of the increase.

7. The 1994-1995 biennium was the first biennium with the increased ceiling of the Emergency Programme Fund. During the biennium, 37 countries received Fund allocations, including those for which no consolidated inter-agency appeals were issued, as well as those covered by consolidated inter-agency appeals. At its January 1996 session, the Executive Board requested the secretariat to examine the organization's emergency response capacity as well as the allocation and reprogramming of emergency funds, and to present an operational paper on the subject to a future session of the Executive Board. The secretariat will include in the paper the criteria for the use of the Emergency Programme Fund and will review the auditors' recommendation.

8. Further, the various limitations on the use of the Central Emergency Revolving Fund, which were observed by the auditors, have either been removed or eased as a result of the continuous efforts of the United Nations Department of Humanitarian Affairs and its inter-agency partners, including UNICEF. Specifically, the delays in the release of funds from the Central Emergency Revolving Fund that are requested by the operational organizations have been considerably reduced in recent years. At present, UNICEF has no outstanding monies owed to the Fund.

Comments of the Board

9. An initial implementation was made with the presentation of proposals to the Executive Board in February 1994. The Administration is currently conducting an internal review of the organization's emergency response capacity as well as the allocation and reprogramming of emergency funds, including the present policy on its utilization. The January 1996 Executive Board session has requested the Administration to present an operational paper on this to a future session of the Executive Board. The Board will keep this matter in view in future audits.

III. RECOMMENDATION 9 (c)

10. The use of special service agreements as a conduit for the engagement of short-term personnel to perform regular staff functions should be discontinued.

Measures taken by UNICEF

11. The Administration reiterates the response given in the report of the Executive Board to the Board of Auditors, dated 19 August 1994 (E/ICEF/1994/AB/L.3/Add.1, para. 13). Care will continue to be taken to ensure

that regular staff functions are not carried out by consultants employed under special service agreements.

Comments of the Board

12. The Board found that the Supply Division, Copenhagen, contracted the services of a retired staff member as a consultant to represent the organization on a UNHCR air traffic coordination meeting on Rwanda held at Geneva in August 1994, without determining whether a serving staff member was capable of performing the duties for which the retired staff member was contracted. Documentation on the job assignment was also not made available for review.

IV. RECOMMENDATION 9 (d)

13. The special agreements of UNICEF with the recipients of procurement services should be reviewed to include penalties for reimbursements that are delayed beyond a maximum agreed period.

Measures taken by UNICEF

14. At present, this issue involves only two Governments. The secretariat has reviewed the matter, and it foresees the difficulties in a United Nations agency enforcing the penalty clause with a sovereign Government. However, this will be part of any negotiation undertaken for specific procurement services activity in the future for the two Governments concerned.

Comments of the Board

15. The Board will keep in view whether long delays in reimbursements to UNICEF by Governments could be avoided in the future through improved monitoring.

V. RECOMMENDATION 9 (e)

16. To bring operating costs down, the proposed expenditures on salaries and allowances of the staff of the new company providing the workforce to the UNICEF Supply Division warehouse should be reviewed.

Measures taken by UNICEF

17. The Administration reiterates the response in the report to the Board (ibid., para. 17). The invoices of the contractor are under regular review to ensure that the services provided are charged to UNICEF at acceptable rates.

Comments of the Board

18. Regarding labour costs of the contractor, the Board noted that there was further room to reduce costs as actual expenditure of $7,859,929 exceeded the approved budget of $7,400,000 by $459,929 in the 1994-1995 biennium.

VI. RECOMMENDATION 9 (f)

19. The clean-up of staff personal accounts should be expedited to assure the integrity of this account.

Measures taken by UNICEF

20. UNICEF attaches great importance to the task of maintaining the integrity of staff personal accounts. To this end, a personal advances and recovery system was implemented in 1994. However, changes and enhancements continue to be made. These developments, coupled with changes in technical staff, have delayed some aspects of the implementation. Further, while the system is now operational, features such as better report capabilities and linkages with other systems are still to be developed.

21. To ensure the correctness of staff account balances, reports from the personal advances and recovery system will be issued to individual staff members. The difficulties in system implementation and the increase in the number of staff (from 1,357 in 1991 to more than 2,000 at the end of 1995) have unfortunately delayed completion of this undertaking.

Comments of the Board

22. To date, individual reports have been issued to staff members in West Africa and Copenhagen for documentation, review and return as a special exercise to finalize the clean-up of the personal accounts. Reports of the staff at headquarters, regional and field offices are yet to be issued. The Board's further review disclosed instances of significant under-recording of reimbursements made by staff members and incorrect credit balances. Further efforts are therefore required to achieve the objective of reliable staff personal accounts.

VII. RECOMMENDATION 9 (g)

23. Competitiveness in the hiring of freight forwarders should be improved to ensure transparency and value for money in shipping activities.

Measures taken by UNICEF

24. The review undertaken by the Administration is in progress.

Comments of the Board

25. The progress of the review will be examined in future audits.

VIII. RECOMMENDATION 9 (h)

26. The field offices should review all cash assistance to government accounts and submit proposals for write-off, in accordance with the established criteria, of balances that may have remained unliquidated for several years.

Measures taken by UNICEF

27. To date, the secretariat has received 58 requests from 35 field offices for the write-off of long-outstanding cash assistance to Governments balances. The write-off of 41 requests had been processed, and the review of the remaining 17 requests is ongoing. The appropriate write-off action will be undertaken as soon as the review is completed.

28. In 1996, the secretariat will remind the field offices to continue their review of the long-outstanding items in line with the recommendation of the Board.

Comments of the Board

29. The recommendation is being implemented. In January 1996, the field offices were reminded to continue to review long-outstanding cash assistance to Governments in line with the Board's recommendation. Other concerns of the Board on the recording of cash assistance to Governments have been discussed in the present report.

IX. RECOMMENDATION 9 (i)

30. UNICEF headquarters should expedite the reporting of remittances received on behalf of Greeting Card and related operations to enable a factual recording in the books of the Greeting Card and related operations in New York and Geneva.

Measures taken by UNICEF

31. The Administration has taken measures to address this matter. The offices concerned are now making more use of electronic mail to facilitate consultation and confirmation of remittances received on behalf of the Greeting Card Operation. Also, the Greeting Card Operation receives a bimonthly list of all funds received by source of funding and contributing partner for information and verification.

32. The secretariat will continue to ensure that delays in the submission of hard copy documentation are minimized.

Comments of the Board

33. The inter-office reporting process of Greeting Card Operation funds received at headquarters has improved significantly. As a result, the reporting of Greeting Card Operation receivables is no longer delayed.

III. AUDIT OPINION

We have examined the following appended financial statements numbered I to VIII, properly identified, and the relevant schedules, numbered 1 to 12, and the supporting explanatory notes of the United Nations Children's Fund for the financial period ended 31 December 1995, in accordance with the common auditing standards of the Panel of External Auditors of the United Nations, the specialized agencies and the International Atomic Energy Agency. Our examination included a general review of the accounting procedures and such tests of the accounting records and other supporting evidence as we considered necessary in the circumstances.

As a result of our examination, we are of the opinion that the financial statements present fairly the financial position of the organization as at 31 December 1995 and the results of the operations for the financial period then ended; that they were prepared in accordance with the stated accounting policies, which were applied on a basis consistent with that of the preceding financial period; and that the transactions were in accordance with the Financial Regulations and legislative authority.

In accordance with our usual practice, we have issued a long form report on our audit of the United Nations Children's Fund financial statements, as provided for in the Financial Regulations.

(Signed) Osei Tutu PREMPEH
Auditor-General of Ghana

(Signed) Sir John BOURN
Comptroller and Auditor General
of the United Kingdom of Great
Britain and Northern Ireland

(Signed) Vijay Krishna SHUNGLU
Comptroller and Auditor General
of India

31 July 1996

IV. FINANCIAL STATEMENTS FOR THE BIENNIUM ENDED 31 DECEMBER 1995

STATEMENT I

INCOME AND EXPENDITURES AND CHANGES IN RESERVES AND FUND BALANCES
FOR THE BIENNIUM ENDED 31 DECEMBER 1995

(Thousands of United States dollars)

		1994 – 1995				1992 – 1993
		General resources	Supplementary funds	Emergency relief & rehabilitation	Total	Total
INCOME						
Voluntary contributions						
Governments	(schedule 1)	715,227	344,437	253,695	1,313,359	1,226,857
Non-governmental sources	(schedule 1)	28,139	213,601	98,610	340,350	295,228
Funds received under interorganizational arrangements	(schedule 1)		4,422	21,485	25,907	68,245
Greeting Card and related Operations	(note 3)	245,408			245,408	190,260
Other income						
Interest income	(schedule 2)	41,414			41,414	42,712
Miscellaneous income	(schedule 2)	35,298			35,298	50,076
Currency exchange adjustments		6,315	5,165	3,271	14,751	(69,543)
TOTAL INCOME		1,071,801	567,625	377,061	2,016,487	1,803,835
EXPENDITURE						
Programme cooperation		745,849	490,104	368,104	1,604,057	1,547,510
Programme support services	(statement VII)	207,865			207,865	185,440
Total programme cooperation		953,714	490,104	368,104	1,811,922	1,732,950
Administrative services	(statement VII)	190,868			190,868	172,903
TOTAL EXPENDITURES		1,144,582	490,104	368,104	2,002,790	1,905,853
EXCESS (SHORTFALL) OF INCOME OVER EXPENDITURE		(72,781)	77,521	8,957	13,697	(102,018)
Write-offs/prior periods' adjustments	(note 6)	9,803	4,838	4,458	19,099	23,162
NET EXCESS (SHORTFALL) OF INCOME OVER EXPENDITURES		(82,584)	72,683	4,499	(5,402)	(125,180)
Reserve balances, 1 January		36,211			36,211	32,080
Increase in reserves		3,364			3,364	4,131
Fund balances, 1 January		214,494	215,865	127,992	558,351	683,531
RESERVES AND FUND BALANCES, 31 DECEMBER		171,485	288,548	132,491	592,524	594,562

The accompanying notes form an integral part of this statement and should be read in conjunction with it.

(Signed) Ellen YAFFE
Comptroller

(Signed) Carol BELLAMY
Executive Director

STATEMENT IA

INCOME AND EXPENDITURES AND CHANGES IN RESERVES AND FUND BALANCES
FOR 1994 AND 1995

(Thousands of United States dollars)

	General resources		Supplementary funds		Emergency relief & rehabilitation		Total	
	1995	1994	1995	1994	1995	1994	1995	1994
INCOME								
Voluntary contributions								
Governments	353,834	361,393	184,614	159,823	116,856	136,839	655,304	658,055
Non-governmental sources	12,603	15,536	122,151	91,450	40,631	57,979	175,385	164,965
Funds received under interorganizational arrangements			1,982	2,440	3,976	17,509	5,958	19,949
Greeting Card and related Operations	132,040	113,368					132,040	113,368
Other income								
Interest income	23,168	18,246					23,168	18,246
Miscellaneous income	13,295	22,004					13,295	22,004
Currency exchange adjustment	1,815	4,499	2,227	2,938	1,397	1,874	5,439	9,311
TOTAL INCOME	536,755	535,046	310,974	256,651	162,860	214,201	1,010,589	1,005,898
EXPENDITURE								
Programme cooperation	348,912	396,937	271,274	218,830	183,245	184,859	803,431	800,626
Programme support services	108,764	99,101					108,764	99,101
Total programme cooperation	457,676	496,038	271,274	218,830	183,245	184,859	912,195	899,727
Administrative services	99,457	91,411					99,457	91,411
TOTAL EXPENDITURE	557,133	587,449	271,274	218,830	183,245	184,859	1,011,652	991,138
EXCESS (SHORTFALL) OF INCOME OVER EXPENDITURE	(20,378)	(52,403)	39,700	37,821	(20,385)	29,342	(1,063)	14,760
Write-offs/prior periods' adjustments	7,033	2,770	920	3,918	2,950	1,508	10,903	8,196
NET EXCESS (SHORTFALL) OF INCOME OVER EXPENDITURES	(27,411)	(55,173)	38,780	33,903	(23,335)	27,834	(11,966)	6,564
Reserve balances, 1 January	37,763	36,211					37,763	36,211
Increase in reserves	1,812	1,552					1,812	1,552
Fund balances, 1 January	159,321	214,494	249,768	215,865	155,826	127,992	564,915	558,351
RESERVES AND FUND BALANCES, 31 DECEMBER	171,485	197,084	288,548	249,768	132,491	155,826	592,524	602,678

STATEMENT II

ASSETS, LIABILITIES AND RESERVES AND FUND BALANCES AS AT 31 DECEMBER 1995

(Thousands of United States dollars)

		1995	1993
ASSETS			
Cash and term deposits			
Convertible currencies	(schedule 3)	410,604	433,599
Non-convertible currencies	(schedule 3)	13,289	14,978
Accounts receivable			
Contributions receivable	(schedule 4)	195,235	220,535
Other	(schedule 6)	159,471	156,273
Inventories	(schedule 7)	46,043	44,918
Buildings and equipment	(note 7)	12,912	9,882
TOTAL ASSETS		837,554	880,185
LIABILITIES			
Contributions received in advance	(schedule 8)	5,528	74,985
Unliquidated obligations	(schedule 9)	105,342	99,449
Accounts payable	(schedule 9)	36,428	33,800
Other funds and special accounts	(schedule 10)	97,732	77,388
TOTAL LIABILITIES		245,030	285,622
RESERVES AND FUND BALANCES			
Reserves			
For procurement services - staff and related costs	(schedule 11)	2,000	2,000
For insurance	(note 8)	131	228
For medical insurance plans	(note 8)	10,872	7,470
For capital assets	(note 2)	26,572	26,513
Total reserves		39,575	36,211
Fund balances			
General resources		131,910	214,494
Supplementary funds		288,548	215,865
Emergency relief and rehabilitation		132,491	127,993
Total fund balances		552,949	558,352
TOTAL RESERVES AND FUND BALANCES		592,524	594,563
TOTAL LIABILITIES, RESERVES AND FUND BALANCES		837,554	880,185

The accompanying notes form an integral part of this statement and should be read in conjunction with it.

(Signed) Ellen YAFFE
Comptroller

(Signed) Carol BELLAMY
Executive Director

STATEMENT III

CASH FLOWS FOR THE BIENNIUM ENDED 31 DECEMBER 1995

(Thousands of United States dollars)

	1995	1993
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net shortfall of income over expenditure (statement I)	(5,402)	(125,180)
Decrease in contributions receivable	25,301	68,391
(Increase) decrease in other accounts receivable	(3,196)	5,513
Increase in other assets	(1,125)	(4,413)
Increase (decrease) in contributions received in advance	(69,457)	17,869
Increase in accounts payable	13,099	6,359
Increase in unliquidated obligations	5,894	38,938
Increase (decrease) in other liabilities	(10,472)	10,063
Increase in balances on funds and special accounts	20,343	25,451
NET CASH FROM OPERATING ACTIVITIES	(25,017)	42,991
CASH FLOWS FROM OTHER SOURCES:		
Increase in land and buildings	(3,031)	(1,809)
Increases in reserves/other funds	3,364	4,131
NET CASH FROM OTHER SOURCES	333	2,322
NET INCREASE (DECREASE) IN CASH AND TERM DEPOSITS	(24,684)	45,313
CASH AND TERM DEPOSITS, 1 JANUARY	448,577	403,264
CASH AND TERM DEPOSITS, 31 DECEMBER	423,893	448,577

STATEMENT IV

LIQUIDITY POSITION AS AT 31 DECEMBER 1995

(Thousands of United States dollars)

	1995	1993 a/
1. The computation of the UNICEF liquidity position takes into consideration the following short-term assets and liabilities: b/		
Short-term assets		
Cash holdings c/	326,161	371,189
Contributions receivable for current and prior years	195,235	220,535
Accounts receivable, advances and deposits	159,471	156,273
Inventories	46,042	44,918
Total	726,909	792,915
Short-term liabilities		
Contributions for following years received in advance	5,528	74,985
Income received in advance for Greeting Card and related Operations		530
Accounts payable and other unliquidated obligations	141,770	132,720
	147,298	208,235
Supplementary fund commitments	288,548	215,865
Emergency fund commitments	132,491	127,992
Total	568,337	552,092
2. Change in UNICEF liquidity between 31 December 1995 and 31 December 1993		
Short-term assets	726,909	792,915
Short-term liabilities	568,337	552,092
	158,572	240,823
Decrease in liquidity as at 31 December 1995	(82,251)	
3. Liquidity ratio		
Short-term assets	726,909	792,915
Short-term liabilities	568,337	552,092
Ratio	1.28 : 1	1.43 : 1

a/ Restated as per the external auditors' recommendation.
b/ UNICEF liquidity policy recommends a year-end general resources convertible cash balance at least equal to 10 per cent of projected general resources income.
c/ Excludes cash held in special accounts of $97,731,592 in 1995.

STATEMENT V

STATUS OF FUNDING FOR APPROVED GENERAL RESOURCES, SUPPLEMENTARY FUNDS AND EMERGENCY RELIEF AND REHABILITATION
AS AT 31 DECEMBER 1995

(Thousands of United States dollars)

	General resources	Supplementary funds	Emergency relief and rehabilitation	Total
Unspent balances of programmes as at 1 January 1994	1,262,884	302,539	136,405	1,701,828
Approved at the Executive Board sessions a/				
New programmes	1,314,200			1,314,200
Made between Executive Board sessions b/	10,660	596,914	369,090	976,664
Write-off of pledges		(4,837)	(4,458)	(9,295)
Programme cancellations c/	(60,994)			(60,994)
Savings of 1994-1995 budget	(21,730)			(21,730)
Recovery from packing and assembly activities	(10,900)			(10,900)
	2,494,120	894,616	501,037	3,889,773
Expenditures	1,144,582	490,104	368,104	2,002,790
Unspent balances of programmes as at 31 December 1995	1,349,538	404,512	132,933	1,886,983
Fund balance as at 31 December 1995	131,910	288,548	132,491	552,949
Translation adjustment, 1987-1993		1,419	421	1,840
Subtotal	131,910	289,967	132,912	554,789
To be financed from future income	1,217,628	114,545	21	1,332,194

a/ E/ICEF/1994/13/Rev. 1, E/ICEF/1995/P/L.10, E/ICEF/1995/P/L.38 and E/ICEF/1995/9/Rev.I.
b/ E/ICEF/1995/P/L.39 and E/ICEF/1993/14.
c/ E/ICEF/1994/P/L.3/Add.1, E/ICEF/1995/P/L.10/Add.1, E/ICEF/1995/P/L.38 and E/ICEF/1996/P/L.43/Add.1 Programme cancellations of $60,994,000 represent unspent balances in the amounts approved by the Executive Board for various programme recommendations which expired in 1993, 1994 and 1995.

STATEMENT VI

PROGRAMME COOPERATION: APPROVED PROGRAMMES, EXPENDITURES AND UNSPENT BALANCES FOR GENERAL RESOURCES, SUPPLEMENTARY FUNDS AND EMERGENCY RELIEF AND REHABILITATION FOR THE BIENNIUM ENDED 31 DECEMBER 1995

(United States dollars)

Area and country assistance	Approved programmes unspent balances as at 1 January 1994	New programmes and cancellations	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 1995
AFRICA					
Angola	14,672,719	38,114,875	52,787,594	38,525,235	14,262,359
Benin	3,044,186	7,685,139	10,729,325	4,751,850	5,977,475
Botswana	1,389,239	5,087,038	6,476,277	2,130,218	4,346,059
Burkina Faso	3,432,447	26,357,649	29,790,096	10,904,605	18,885,491
Burundi	6,901,803	11,700,493	18,602,296	12,736,833	5,865,463
Cameroon	2,156,032	6,990,057	9,146,089	4,555,894	4,590,195
Cape Verde	1,810,348	4,156,254	5,966,602	2,675,126	3,291,476
Central African Republic	6,136,113	496,786	6,632,899	3,939,825	2,693,074
Chad	3,270,015	14,833,989	18,104,004	6,644,260	11,459,744
Comoros	930,706	1,498,175	2,428,881	1,683,375	745,506
Congo	3,863,140	(181,950)	3,681,190	1,976,737	1,704,453
Côte d'Ivoire	5,361,467	830,436	6,191,903	4,249,096	1,942,807
Equatorial Guinea	704,557	4,298,809	5,003,366	2,250,333	2,753,033
Ethiopia	24,311,504	85,522,394	109,833,898	43,357,437	66,476,461
Eritrea	5,248,300	31,371,700	36,620,000	12,506,490	24,113,510
Gabon	1,937,459	913,934	2,851,393	1,031,096	1,820,297
Gambia	2,712,156	1,960,921	4,673,077	2,535,093	2,137,984
Ghana	5,889,420	23,534,410	29,423,830	9,277,316	20,146,514
Guinea	4,740,395	6,096,825	10,837,220	7,050,892	3,786,328
Guinea-Bissau	1,155,232	6,893,641	8,048,873	3,720,852	4,328,021
Kenya	7,873,961	32,928,027	40,801,988	21,797,996	19,003,992
Lesotho	4,521,019	1,117,633	5,638,652	3,465,973	2,172,679
Liberia	2,813,731	17,419,679	20,233,410	11,329,710	8,903,700
Madagascar	5,876,961	25,775,688	31,652,649	14,030,144	17,622,505
Malawi	12,147,220	6,168,917	18,316,137	10,332,057	7,984,080
Mali	20,749,741	3,712,228	24,461,969	13,659,635	10,802,334
Mauritania	5,353,898	3,177,462	8,531,360	4,398,975	4,132,385
Mauritius	1,074,485	4,147,529	5,222,014	1,363,583	3,858,431
Mozambique	17,342,211	64,183,879	81,526,090	37,674,951	43,851,139
Namibia	7,482,821	5,322,584	12,805,405	7,804,790	5,000,615
Niger	6,311,584	17,491,495	23,803,079	8,677,737	15,125,342
Nigeria	35,214,698	17,979,586	53,194,284	28,751,393	24,442,891
Rwanda	9,193,566	87,611,040	96,804,606	64,974,294	31,830,312
Sao Tome and Principe	1,177,560	1,627,043	2,804,603	1,549,283	1,255,320
Senegal	17,788,141	3,741,365	21,529,506	13,456,598	8,072,908
Sierra Leone	3,347,830	8,440,529	11,788,359	6,200,213	5,588,146
Somalia	22,112,338	29,700,477	51,812,815	33,859,946	17,952,869
South Africa	1,594,710	5,693,901	7,288,611	4,599,478	2,689,133
Swaziland	623,888	5,631,261	6,255,149	2,176,407	4,078,742
Togo	1,208,291	3,744,586	4,952,877	2,702,986	2,249,891

STATEMENT VI (continued)

Area and country assistance	Approved programmes unspent balances as at 1 January 1994	New programmes and cancellations	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 1995
Uganda	15,015,526	60,247,195	75,262,721	30,508,473	44,754,248
United Republic of Tanzania	26,934,213	8,866,762	35,800,975	22,513,910	13,287,065
Zaire	13,941,595	17,663,973	31,605,568	15,969,631	15,635,937
Zambia	8,198,268	18,928,621	27,126,889	16,804,525	10,322,364
Zimbabwe	11,142,716	18,216,115	29,358,831	10,723,033	18,635,798
Regional	1,612,693	357,256	1,969,949	867,896	1,102,053
Total	360,320,903	748,056,406	1,108,377,309	566,696,180	541,681,129
THE AMERICAS AND THE CARIBBEAN					
Argentina	2,072,831	5,697,080	7,769,911	4,646,944	3,122,967
Belize	2,253,033	(1,056)	2,251,977	1,563,921	688,056
Bolivia	12,580,868	8,985,030	21,565,898	12,983,618	8,582,280
Brazil	9,756,063	39,110,147	48,866,210	27,737,298	21,128,912
Chile	1,069,071	1,985,727	3,054,798	2,073,078	981,720
Colombia	5,708,347	1,051,300	6,759,647	2,251,546	4,508,101
Costa Rica	2,300,397		2,300,397	1,481,703	818,694
Cuba	3,061,681	3,623,588	6,685,269	3,921,767	2,763,502
Dominica	7,590		7,590		7,590
Dominican Republic	2,909,289	89,185	2,998,474	2,149,885	848,589
Ecuador	9,045,840	3,714,791	12,760,631	5,933,940	6,826,691
El Salvador	3,793,101	433,330	4,226,431	2,630,803	1,595,628
Guatemala	4,073,956	703,593	4,777,549	3,165,931	1,611,618
Guyana	1,011,371	3,900,164	4,911,535	1,509,809	3,401,726
Haiti	4,189,085	18,976,904	23,165,989	12,315,072	10,850,917
Honduras	1,578,546	2,124,293	3,702,839	2,291,951	1,410,888
Jamaica	4,485,854	1,146,488	5,632,342	3,950,078	1,682,264
Mexico	2,496,051	10,434,837	12,930,888	7,628,721	5,302,167
Nicaragua	6,284,579	1,665,106	7,949,685	5,424,185	2,525,500
Panama	2,229,022		2,229,022	1,579,786	649,236
Paraguay	1,352,138	6,102,765	7,454,903	2,951,067	4,503,836
Peru	7,194,589	10,745,519	17,940,108	15,510,878	2,429,230
Uruguay	2,911,872	365,575	3,277,447	1,922,948	1,354,499
Venezuela	1,420,952	1,267,559	2,688,511	2,067,545	620,966
Regional	17,930,177	18,026,009	35,956,186	19,134,780	16,821,406
Total	111,716,303	140,147,934	251,864,237	146,827,254	105,036,983
EAST ASIA AND THE PACIFIC					
Cambodia	10,152,659	17,745,639	27,898,298	21,657,459	6,240,839
China	38,981,150	108,646,253	147,627,403	42,520,425	105,106,978

STATEMENT VI (continued)

Area and country assistance	Approved programmes unspent balances as at 1 January 1994	New programmes and cancellations	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 1995
Democratic People's Republic of Korea	5,319,303	727,658	6,046,961	1,862,214	4,184,747
Indonesia	22,046,961	76,447,627	98,494,588	24,939,069	73,555,519
Lao People's Democratic Republic	9,227,893	3,643,175	12,871,068	7,368,246	5,502,822
Malaysia	2,578,408	(328,408)	2,250,000	1,443,213	806,787
Mongolia	839,567	2,530,926	3,370,493	2,253,302	1,117,191
Myanmar	9,171,740	38,702,031	47,873,771	13,388,032	34,485,739
Pacific Island countries	5,167,004	1,240,148	6,407,152	3,707,217	2,699,935
Papua New Guinea	4,054,832	93,944	4,148,776	2,049,590	2,099,186
Philippines	27,984,747	16,497,951	44,482,698	16,968,292	27,514,406
Republic of Korea	43,735	(775)	42,960	19,530	23,430
Thailand	3,000,333	10,535,482	13,535,815	6,655,272	6,880,543
Viet Nam	22,310,125	60,649,418	82,959,543	33,904,754	49,054,789
Total	160,878,457	337,131,069	498,009,526	178,736,615	319,272,911
SOUTH ASIA					
Bangladesh	64,046,585	108,585,779	172,632,364	64,636,819	107,995,545
Bhutan	3,792,844	2,488,296	6,271,140	3,760,255	2,510,885
India	147,701,516	75,084,090	222,785,606	125,373,562	97,412,044
Maldives	775,434	3,424,993	4,200,427	1,808,997	2,391,430
Nepal	20,987,136	7,638,844	28,625,930	17,041,564	11,584,416
Pakistan	50,408,595	4,299,461	54,708,056	29,351,498	25,356,558
Sri Lanka	6,760,905	4,352,821	11,113,726	6,428,839	4,684,887
Total	294,463,015	205,874,284	500,337,299	248,401,534	251,935,765
MIDDLE EAST AND NORTH AFRICA					
Algeria	2,050,197	3,094,221	5,144,418	1,473,876	3,670,542
Djibouti	352,826	3,632,306	3,985,132	1,573,740	2,411,392
Egypt	5,385,776	32,947,802	38,333,578	11,156,711	27,176,867
Iran (Islamic Republic of)	4,990,670	70,282	5,060,952	2,690,219	2,370,733
Iraq	25,882,608	51,102,359	76,984,967	57,570,946	19,414,021
Jordan	4,223,059	1,149,217	5,372,276	2,317,315	3,054,961
Kuwait	102,147		102,147		102,147
Lebanon	4,099,084	1,771,761	5,870,845	4,543,228	1,327,617
Morocco	7,218,064	1,211,158	8,429,222	5,151,452	3,277,770
Oman	1,911,299	1,129,416	3,040,715	1,658,880	1,381,835
Palestinian children and mothers	2,925,543	12,493,069	15,418,612	6,740,338	8,678,274
Sudan	32,138,821	65,355,555	97,494,376	72,073,473	25,420,903

STATEMENT VI (continued)

Area and country assistance	Approved programmes unspent balances as at 1 January 1994	New programmes and cancellations	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 1995
Syrian Arab Republic	2,044,970	5,075,193	7,120,163	1,920,880	5,199,283
Tunisia	2,374,475	1,202,928	3,577,403	2,548,112	1,029,291
Yemen	15,615,947	783,357	16,399,304	7,465,095	8,934,209
Regional	41,914		41,914	23,454	18,460
Total	111,357,400	181,018,624	292,376,024	178,907,719	113,468,305
CENTRAL AND EASTERN EUROPE, THE COMMONWEALTH OF INDEPENDENT STATES AND THE BALTIC STATES					
Afghanistan	9,946,252	37,440,650	47,386,902	20,533,465	26,853,437
Albania	2,995,227	1,058,993	4,054,220	2,020,566	2,033,654
Armenia	1,874,799	9,351,462	11,226,261	5,908,537	5,317,724
Azerbaijan	1,613,266	11,051,181	12,664,447	7,341,642	5,322,805
Belarus	36,072	391,000	427,072	364,644	62,428
Bosnia and Herzegovina		11,389,013	11,389,013	4,108,813	7,280,200
Bulgaria	548		548		548
Croatia		4,653,380	4,653,380	2,253,177	2,400,203
Federal Republic of Yugoslavia		5,002,919	5,002,919	2,833,833	2,169,086
Georgia	589,901	6,560,709	7,150,610	5,944,794	1,205,816
Kazakstan	1,880,846	6,657,106	8,537,952	2,848,713	5,689,239
Kyrgyzstan	1,865,483	5,802,117	7,667,600	3,046,187	4,621,413
Latvia		49,176	49,176	32,630	16,546
Republic of Moldova		2,489,205	2,489,205	1,464,247	1,024,958
Romania	1,580,411	7,118,391	8,698,802	3,128,471	5,570,331
Russian Federation	1,847,302	(119,723)	1,727,579	1,699,480	28,099
Russian Federation		1,975,374	1,975,374	1,842,489	132,885
Tajikistan	2,534,684	10,547,951	13,082,635	6,616,985	6,465,650
The former Yugoslav Republic of Macedonia		1,955,942	1,955,942	597,543	1,358,399
Turkey	4,632,364	3,071,527	7,703,891	4,022,638	3,681,253
Turkmenistan	1,830,119	5,036,209	6,866,328	1,979,044	4,887,284
Ukraine	257,939	2,371,236	2,629,175	1,975,276	653,899
Uzbekistan	1,959,447	9,467,948	11,427,395	3,836,493	7,590,902
Yugoslavia (former)	15,658,616	18,459,934	34,118,550	30,979,871	3,138,679
Yugoslavia (former) (new area programme from 1994)		2,843,431	2,843,431	3,295,064	(451,633)
Regional	1,038,448	5,041,795	6,080,243	2,129,249	3,950,994
Total	52,141,724	169,666,926	221,808,650	120,803,851	101,004,799

STATEMENT VI (concluded)

Area and country assistance	Approved programmes unspent balances as at 1 January 1994	New programmes and cancellations	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 1995
GLOBAL ASSISTANCE					
Interregional Fund for Programme Preparation, Promotion and Evaluation	25,928,906	3,616,180	29,545,086	18,178,686	11,366,400
Regional funds	46,772,826	33,910,162	80,682,988	44,479,151	36,203,837
Programme Funds for the 1990s Goals	86,308,124	67,877,556	154,185,680	81,850,806	72,334,874
Emergency Programme Fund a/	14,102,827	30,880,000	44,982,827	15,164,376	29,818,451
International Child Development Centre	6,381,919	815,464	7,197,383	4,010,722	3,186,661
Parliamentarians and media	92,653	(92,653)			
Total	179,587,255	137,006,709	316,593,964	163,683,741	152,910,223
TOTAL PROGRAMME ASSISTANCE	1,270,465,057	1,918,901,952	3,189,367,009	1,604,056,894	1,585,310,115
Programme support services	193,394,064	188,295,368	381,689,432	218,764,882	162,924,550
Administrative services	237,969,316	91,647,994	329,617,310	190,868,967	138,748,343
Recovery from packing and assembly activities		(10,900,184)	(10,900,184)	(10,900,184)	
TOTAL BUDGET	431,363,380	269,043,178	700,406,558	398,733,665	301,672,893
TOTAL ASSISTANCE	1,701,828,437	2,187,945,130	3,889,773,567	2,002,790,559	1,886,983,008

a/ In 1994, the Executive Director made a total allocation of $10,614,166 from the Emergency Programme Fund (EPF) as follows: $256,000 to Algeria; $660,000 to Angola; $580,000 to Burundi; $75,000 to China; $150,000 to Zaire; $69,500 to Djibouti; $275,000 to Ethiopia; $250,000 to Ghana; $121,000 to Guinea; $136,400 to Guinea-Bissau; $2,611,500 to Haiti; $250,000 to Madagascar; $19,000 to the Republic of Moldova; $1,433,886 to Mozambique; $2,000,000 to Rwanda; $156,000 to Somalia; $20,000 to South Africa; $250,000 to the Sudan; $544,700 to the United Republic of Tanzania; $156,380 to Egypt; $100,000 to Yemen, $77,000 to Yugoslavia (former); $168,400 to the West and Central Africa Regional Office (WCARO); $240,400 to the Eastern and Southern Africa Regional Office (ESARO); $14,000 to the Middle East and North Africa Regional Office (MENARO).

In 1995, the Executive Director made a total allocation of $3,648,428 from the EPF as follows: $10,000 to Angola; $250,000 to Lesotho; $268,500 to Burundi; $700,000 to Sri Lanka; $59,000 to Costa Rica; $300,000 to Liberia; $247,100 to Malawi; $92,107 to the Niger; $496,307 to the Russian Federation, $300,000 to Sierra Leone; $200,000 to Sudan Emergency Operations; $251,000 to Swaziland; $50,000 to Turkey; $62,414 to Zimbabwe; $162,000 to WCARO and $200,000 to ESARO.

STATEMENT VI – 1

PROGRAMME COOPERATION: APPROVED PROGRAMMES, EXPENDITURES AND UNSPENT BALANCES FOR GENERAL RESOURCES FOR THE BIENNIUM ENDED 31 DECEMBER 1995

(United States dollars)

Area and country assistance	Approved programmes unspent balances as at 1 January 1994	New programmes	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 1995
AFRICA					
Angola	2,308,520	7,296,356	9,604,876	5,646,511	3,958,365
Benin	2,044,521	4,186,010	6,230,531	2,855,433	3,375,098
Botswana	1,299,172	5,087,038	6,386,210	2,040,151	4,346,059
Burkina Faso	2,861,740	17,010,350	19,872,090	5,255,595	14,616,495
Burundi	4,971,102	759,654	5,730,756	2,922,371	2,808,385
Cameroon	1,602,880	4,196,985	5,799,865	2,449,716	3,350,149
Cape Verde	854,989	3,753,530	4,608,519	1,620,002	2,988,517
Central African Republic	4,696,702		4,696,702	2,411,954	2,284,748
Chad	540,547	11,549,339	12,089,886	3,349,765	8,740,121
Comoros	909,747	1,293,385	2,203,132	1,467,810	735,322
Congo	3,314,752	7,607	3,322,359	1,775,860	1,546,499
Côte d'Ivoire	4,928,767	51,914	4,980,681	3,217,979	1,762,702
Equatorial Guinea	134,838	3,619,182	3,754,020	1,355,243	2,398,777
Eritrea		11,100,000	11,100,000	2,273,027	8,826,973
Ethiopia	17,500,138	65,028,114	82,528,252	27,965,808	54,562,444
Gabon	1,937,459	750,000	2,687,459	1,029,051	1,658,408
Gambia	2,524,402	2,401	2,526,803	1,734,195	792,608
Ghana	4,015,449	16,852,277	20,867,726	5,202,130	15,665,596
Guinea	3,634,065	2,735,375	6,369,440	4,483,075	1,886,365
Guinea – Bissau	156,682	3,604,035	3,760,717	1,931,587	1,829,130
Kenya	201,807	21,818,897	22,020,704	7,537,443	14,483,261
Lesotho	3,051,777	567	3,052,344	1,916,486	1,135,858
Liberia	863,343	2,141,035	3,004,378	1,849,176	1,155,202
Madagascar	1,582,883	20,408,006	21,990,889	5,958,305	16,032,584
Malawi	10,174,855	(162,692)	10,012,163	6,065,060	3,947,103
Mali	16,573,601	11,041	16,584,642	7,690,865	8,893,777
Mauritania	5,080,842	(70,960)	5,009,882	2,643,864	2,366,018
Mauritius	1,074,485	4,146,373	5,220,858	1,362,427	3,858,431
Mozambique	1,792,268	40,231,967	42,024,235	14,145,871	27,878,364
Namibia	3,112,669		3,112,669	1,754,883	1,357,786
Niger	2,473,504	12,076,496	14,550,000	4,958,989	9,591,011
Nigeria	31,343,691	16,033,883	47,377,574	24,771,885	22,605,689
Rwanda	7,563,939		7,563,939	4,051,517	3,512,422
Sao Tome and Principe	1,088,313	1,161,687	2,250,000	1,142,904	1,107,096
Senegal	4,967,022	3,168,771	8,135,793	5,463,519	2,672,274
Sierra Leone	1,677,684	5,322,317	7,000,001	3,173,421	3,826,580
Somalia	2,523,649	6,076,351	8,600,000	4,953,126	3,646,874
South Africa	1,509,520	4,490,480	6,000,000	3,841,640	2,158,360
Swaziland	580,661	4,769,339	5,350,000	1,603,799	3,746,201
Togo	878,298	2,126,452	3,004,750	1,825,046	1,179,704
Uganda	4,997,900	32,481,383	37,479,283	8,739,941	28,739,342
United Republic of Tanzania	22,051,729	4,064,940	26,116,669	16,333,603	9,783,066

STATEMENT VI – 1 (continued)

Area and country assistance	Approved programmes unspent balances as at 1 January 1994	New programmes	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 1995
Zaire	13,305,024	14,373,000	27,678,024	13,074,840	14,603,184
Zambia	2,916,182	2,095,908	5,012,090	3,422,710	1,589,380
Zimbabwe	3,422,207	6,412,276	9,834,483	2,452,535	7,381,948
Regional	973,396	(973,396)			
Total	206,017,721	361,087,673	567,105,394	231,721,118	335,384,276
THE AMERICAS AND THE CARIBBEAN					
Argentina	927,338	2,157,878	3,085,216	1,893,705	1,191,511
Belize	2,253,034		2,253,034	1,564,978	688,056
Bolivia	5,415,782	44,048	5,459,830	2,980,394	2,479,436
Brazil	895,096	12,995,503	13,890,599	4,445,462	9,445,137
Chile	1,016,870	1,983,130	3,000,000	2,019,505	980,495
Colombia	4,824,522	300,557	5,125,079	1,759,811	3,365,268
Costa Rica	2,297,173		2,297,173	1,478,479	818,694
Cuba	2,974,051	1,289,085	4,263,136	3,144,184	1,118,952
Dominican Republic	2,908,908	89,185	2,998,093	2,149,504	848,589
Ecuador	4,908,498	255,919	5,164,417	2,134,407	3,030,010
El Salvador	3,441,421	130	3,441,551	2,078,039	1,363,512
Guatemala	2,812,748	30,045	2,842,793	1,956,397	886,396
Guyana	953,872	3,520,799	4,474,671	1,403,404	3,071,267
Haiti	1,819,628	5,195,021	7,014,649	3,410,749	3,603,900
Honduras	967,242	1,051,349	2,018,591	1,835,868	182,723
Jamaica	1,165,064	879,293	2,044,357	1,130,184	914,173
Mexico	1,331,963	2,605,607	3,937,570	3,886,699	50,871
Nicaragua	2,768,427		2,768,427	1,726,825	1,041,602
Panama	2,229,022		2,229,022	1,579,786	649,236
Paraguay	1,350,197	5,901,139	7,251,336	2,853,678	4,397,658
Peru	4,061,658	283,429	4,345,087	4,430,218	(85,131)
Uruguay	2,821,293	163,949	2,985,242	1,732,369	1,252,873
Venezuela	1,103,298	1,126,866	2,230,164	2,006,707	223,457
Regional	3,996,070	98,320	4,096,390	2,183,075	1,913,315
Total	59,245,175	39,971,252	99,216,427	55,784,427	43,432,000
EAST ASIA AND THE PACIFIC					
Cambodia	1,685,230	4,546,690	6,231,920	5,296,949	934,971
China	35,378,691	102,032,735	137,411,426	33,871,450	103,539,976
Democratic People's Republic of Korea	5,319,303	(319,303)	5,000,000	1,628,449	3,371,551
Indonesia	21,646,244	61,882,327	83,528,571	21,586,027	61,942,544
Lao People's Democratic Republic	3,919,419	2,250	3,921,669	2,386,952	1,534,717
Malaysia	2,578,408	(328,408)	2,250,000	1,443,214	806,786
Mongolia	839,567	1,860,433	2,700,000	1,747,185	952,815
Myanmar	9,199,952	35,849,075	45,049,027	12,116,162	32,932,865

STATEMENT VI – 1 (continued)

Area and country assistance	Approved programmes unspent balances as at 1 January 1994	New programmes	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 1995
Pacific Island countries	4,196,731		4,196,731	2,623,139	1,573,592
Papua New Guinea	4,022,928	10,702	4,033,630	2,016,093	2,017,537
Philippines	23,406,473	(765,217)	22,641,256	9,263,641	13,377,615
Republic of Korea	16,983	(774)	16,209	16,209	
Thailand	1,313,767	9,528,204	10,841,971	4,539,632	6,302,339
Viet Nam	17,023,752	45,269,564	62,293,316	16,455,394	45,837,922
Total	130,547,448	259,568,278	390,115,726	114,990,496	275,125,230
SOUTH ASIA					
Bangladesh	37,079,299	88,000,000	125,079,299	31,933,767	93,145,532
Bhutan	2,790,467	899,788	3,690,255	2,429,639	1,260,616
India	96,629,153	48,400	96,677,553	71,939,805	24,737,748
Maldives	537,684	3,212,316	3,750,000	1,509,651	2,240,349
Nepal	15,728,455		15,728,455	9,658,954	6,069,501
Pakistan	47,818,580	54,310	47,872,890	25,379,429	22,493,461
Sri Lanka	4,059,961	25,308	4,085,269	3,032,917	1,052,352
Total	204,643,599	92,240,122	296,883,721	145,884,162	150,999,559
MIDDLE EAST AND NORTH AFRICA					
Algeria	1,642,324	2,571,907	4,214,231	1,137,751	3,076,480
Djibouti	268,195	3,492,318	3,760,513	1,443,520	2,316,993
Egypt	5,166,690	29,900,106	35,066,796	9,697,087	25,369,709
Iran (Islamic Republic of)	4,873,673	70,282	4,943,955	2,577,620	2,366,335
Iraq	2,032,499	6,032,017	8,064,516	6,424,682	1,639,834
Jordan	3,908,504	50,799	3,959,303	1,729,048	2,230,255
Lebanon	2,971,875	128,597	3,100,472	2,343,573	756,899
Morocco	7,259,083	342,697	7,601,780	4,750,726	2,851,054
Oman	1,870,584	1,129,416	3,000,000	1,621,364	1,378,636
Palestinian children and mothers	2,739,927	5,000,877	7,740,804	3,769,220	3,971,584
Sudan	9,823,988	6,965,226	16,789,214	10,580,492	6,208,722
Syrian Arab Republic	2,044,970	5,075,193	7,120,163	1,920,880	5,199,283
Tunisia	2,044,564	1,053,113	3,097,677	2,088,106	1,009,571
Yemen	14,239,379	(1,739,379)	12,500,000	4,926,312	7,573,688
Total	60,886,255	60,073,169	120,959,424	55,010,381	65,949,043

STATEMENT VI – 1 (concluded)

Area and country assistance	Approved programmes unspent balances as at 1 January 1994	New programmes	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 1995
CENTRAL AND EASTERN EUROPE, THE COMMONWEALTH OF INDEPENDENT STATES AND THE BALTIC STATES					
Afghanistan	6,712,045	28,472,300	35,184,345	10,617,988	24,566,357
Albania	2,352,896		2,352,896	1,692,107	660,789
Armenia	1,220,804	4,869,868	6,090,672	2,012,465	4,078,207
Azerbaijan	1,087,085	4,941,523	6,028,608	2,030,129	3,998,479
Georgia		2,000,000	2,000,000	1,908,715	91,285
Kazakstan	1,880,846	4,004,836	5,885,682	1,973,643	3,912,039
Kyrgyzstan	1,495,483	4,541,769	6,037,252	2,144 185	3,893,067
Republic of Moldova		1,500,000	1,500,000	593,977	906,023
Romania		5,000,000	5,000,000	1,100,596	3,899,404
Tajikistan	1,479,654	5,785,997	7,265,651	2,458,674	4,806,977
Turkey	4,511,999	2,697,002	7,209,001	3,937,974	3,271,027
Turkmenistan	1,830,119	3,902,675	5,732,794	1,825,533	3,907,261
Uzbekistan	1,959,447	5,086,006	7,045,453	1,986,968	5,058,485
Yugoslavia (former)	(4,633)	4,633			
Yugoslavia (former) (new area programme from 1994)		2,000,000	2,000,000	2,511,191	(511,191)
Regional	1,038,448	4,841,794	5,880,242	2,006,543	3,873,699
Total	25,564,193.00	79,646,403	105,212,596	38,600,688	66,411,908
GLOBAL ASSISTANCE					
Interregional Fund for Programme Preparation, Promotion and Evaluation	25,928,906	3,616,180	29,545,086	18,178,686	11,366,400
Regional funds	37,091,792	15,641,406	52,733,198	29,610,367	23,122,831
Programme Funds for the 1990s Goals	67,493,149	19,466,059	86,959,208	40,704,244	46,254,964
Emergency Programme Fund	14,102,827	30,880,000	44,982,827	15,164,376	29,818,451
Total	144,616,674	69,603,645	214,220,319	103,657,673	110,562,646
TOTAL PROGRAMME ASSISTANCE	831,521,065	962,192,542	1,793,713,607	745,848,945	1,047,864,662
Programme support services	193,394,064	188,295,368	381,689,432	218,764,882	162,924,550
Administrative services	237,969,316	91,647,994	329,617,310	190,868,967	138,748,343
Recovery from packing and assembly activities		(10,900,184)	(10,900,184)	(10,900,184)	
TOTAL BUDGET	431,363,380	269,043,178	700,406,558	398,733,665	301,672,893
TOTAL ASSISTANCE	1,262,884,445	1,231,235,720	2,494,120,165	1,144,582,610	1,349,537,555

STATEMENT VI – 2

PROGRAMME COOPERATION: APPROVED PROGRAMMES, EXPENDITURES AND UNSPENT BALANCES FOR SUPPLEMENTARY FUNDS FOR THE BIENNIUM ENDED 31 DECEMBER 1995

(United States dollars)

Area and country assistance	Approved programmes unspent balances as at 1 January 1994	New programmes and cancellations	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 1995
AFRICA					
Angola	1,183,286	6,017,513	7,200,799	5,417,571	1,783,228
Benin	988,257	3,499,128	4,487,385	1,896,417	2,590,968
Botswana	29,314		29,314	29,314	
Burkina Faso	580,997	9,347,299	9,928,296	5,659,329	4,268,967
Burundi	1,789,034	751,975	2,541,009	1,754,666	786,343
Cameroon	550,947	2,793,072	3,344,019	2,103,973	1,240,046
Cape Verde	955,359	402,724	1,358,083	1,055,123	302,960
Central African Republic	1,439,411	496,786	1,936,197	1,527,871	408,326
Chad	2,722,761	3,284,650	6,007,411	3,294,496	2,712,915
Comoros	20,959	204,790	225,749	215,565	10,184
Congo	548,388	(189,557)	358,831	200,878	157,953
Côte d'Ivoire	414,129	778,521	1,192,650	1,031,117	161,533
Equatorial Guinea	569,720	679,626	1,249,346	895,090	354,256
Eritrea	1,291,313	19,185,577	20,476,890	5,516,981	14,959,909
Ethiopia	1,678,829	15,163,627	16,842,456	7,451,328	9,391,128
Gabon		163,934	163,934	2,046	161,888
Gambia	187,754	1,958,519	2,146,273	800,899	1,345 374
Ghana	1,871,809	6,682,133	8,553,942	4,073,023	4,480,919
Guinea	930,352	3,361,450	4,291,802	2,391,837	1,899,965
Guinea – Bissau	998,550	3,289,606	4,288,156	1,789,267	2,498,889
Kenya	622,758	1,133,269	1,756,027	1,074,896	681,131
Lesotho	1,124,649	1,118,992	2,243,641	1,233,410	1,010,231
Liberia		2,198,320	2,198,320	50,983	2,147,337
Madagascar	4,237,300	3,356,043	7,593,343	6,158,506	1,434,837
Malawi	1,072,442	6,331,608	7,404,050	3,459,943	3,944,107
Mali	4,148,685	3,701,188	7,849,873	5,954,527	1,895,346
Mauritania	271,922	3,248,421	3,520,343	1,753,977	1,766,366
Mauritius		1,156	1,156	1,156	
Mozambique	10,162,525	18,644,873	28,807,398	14,903,237	13,904,161
Namibia	3,388,274	5,352,441	8,740,715	5,159,056	3,581,659
Niger	3,846,542	5,433,476	9,280,018	3,746,387	5,533,631
Nigeria	3,871,008	1,945,702	5,816,710	3,979,509	1,837,201
Rwanda	278,916	118,674	397,590	304,587	93,003
São Tomé and Príncipe	83,069	465,356	548,425	400,200	148,225
Senegal	12,821,119	572,594	13,393,713	7,993,079	5,400,634
Sierra Leone	627,305	759,408	1,386,713	1,213,621	173,092
Somalia	74,698	8,558,307	8,633,005	4,203,949	4,429,056
South Africa	85,190	1,203,421	1,288,611	757,839	530,772
Swaziland	26,869	868,072	894,941	562,399	332,542
Togo	329,993	1,618,135	1,948,128	877,941	1,070,187
Uganda	10,016,001	27,765,812	37,781,813	21,768,532	16,013,281

STATEMENT VI – 2 (continued)

Area and country assistance	Approved programmes unspent balances as at 1 January 1994	New programmes and cancellations	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 1995
United Republic of Tanzania	4,839,597	4,844,709	9,684,306	6,180,308	3,503,998
Zaire	593,988	1,661,005	2,254,993	1,539,537	715,456
Zambia	3,888,555	15,664,097	19,552,652	11,462,702	8,089,950
Zimbabwe	2,768,944	9,774,637	12,543,581	5,048,946	7,494,635
Regional	478,146	1,034,848	1,512,994	446,906	1,066,088
Total	88,409,664	205,245,937	293,655,601	157,342,924	136,312,677
THE AMERICAS AND THE CARIBBEAN					
Argentina	1,145,493	3,539,202	4,684,695	2,753,239	1,931,456
Belize	(1)	(1,056)	(1,057)	(1,057)	
Bolivia	7,160,538	8,940,982	16,101,520	9,998,676	6,102,844
Brazil	8,860,968	26,114,644	34,975,612	23,291,836	11,683,776
Chile	52,201	2,597	54,798	53,573	1,225
Colombia	879,723	750,743	1,630,466	487,634	1,142,832
Costa Rica	3,224		3,224	3,224	
Cuba	87,630	2,334,503	2,422,133	777,582	1,644,551
Dominica	7,590		7,590		7,590
Dominican Republic	381		381	381	
Ecuador	4,137,342	3,458,873	7,596,215	3,799,534	3,796,681
El Salvador	333,697	433,200	766,897	534,780	232,117
Guatemala	1,261,208	673,548	1,934,756	1,209,534	725,222
Guyana	57,499	379,365	436,864	106,405	330,459
Haiti	1,465,213	6,933,231	8,398,444	3,052,313	5,346,131
Honduras	611,304	1,072,944	1,684,248	456,083	1,228,165
Jamaica	3,320,790	267,194	3,587,984	2,819,893	768,091
Mexico	1,164,087	7,829,231	8,993,318	3,742,021	5,251,297
Nicaragua	3,516,153	1,665,106	5,181,259	3,697,360	1,483,899
Paraguay	1,940	201,626	203,566	97,388	106,178
Peru	3,132,931	10,462,090	13,595,021	11,080,660	2,514,361
Uruguay	90,579	201,626	292,205	190,579	101,626
Venezuela	317,653	140,693	458,346	60,838	397,508
Regional	13,932,105	17,927,690	31,859,795	16,951,706	14,908,089
Total	51,540,248	93,328,032	144,868,280	85,164,182	59,704,098
EAST ASIA AND THE PACIFIC					
Cambodia	8,466,318	13,198,949	21,665,267	16,360,510	5,304,757
China	8,563,544	6,613,517	10,177,061	8,610,060	1,567,001
Indonesia	400,716	14,565,301	14,966,017	3,353,042	11,612,975
Lao People's Democratic Republic	5,308,474	3,640,925	8,949,399	4,981,295	3,968,104
Mongolia		670,493	670,493	506,117	164,376
Myanmar	(29,060)	2,852,956	2,823,896	1,271,023	1,552,873
Pacific Island countries	970,273	1,240,148	2,210,421	1,084,078	1,126,343
Papua New Guinea	31,904	83,242	115,146	33,497	81,649
Philippines	4,521,512	17,268,472	21,789,984	7,654,774	14,135,210

STATEMENT VI – 2 (continued)

Area and country assistance	Approved programmes unspent balances as at 1 January 1994	New programmes and cancellations	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 1995
Republic of Korea	26,752	0	26,752	3,321	23,431
Thailand	1,686,005	1,007,278	2,693,283	2,115,638	577,645
Viet Nam	5,286,373	15,379,854	20,666,227	17,449,361	3,216,866
Total	30,232,811	76,521,135	106,753,946	63,422,716	43,331,230
SOUTH ASIA					
Bangladesh	25,647,563	20,585,780	46,233,343	31,459,883	14,773,460
Bhutan	992,377	1,588,508	2,580,985	1,330,615	1,250,270
India	50,512,389	75,040,931	125,553,320	53,034,405	72,518,915
Maldives	237,750	212,677	450,427	299,346	151,081
Nepal	5,251,519	7,635,405	12,886,924	7,366,655	5,520,269
Pakistan	2,557,636	4,245,150	6,802,786	3,967,317	2,835,469
Sri Lanka	2,445,133	4,327,662	6,772,795	3,154,588	3,618,207
Total	87,644,367	113,636,113	201,280,480	100,612,809	100,667,671
MIDDLE EAST AND NORTH AFRICA					
Algeria	407,873	522,314	930,187	336,124	594,063
Djibouti	55,705	139,988	195,693	101,624	94,069
Egypt	219,086	3,047,696	3,266,782	1,459,624	1,807,158
Iraq	111,615	343,102	454,717	121,423	333,294
Jordan	(1,115)	1,098,418	1,097,303	289,547	807,756
Lebanon	277,808	1,646,576	1,924,384	1,377,102	547,282
Morocco	(41,020)	868,462	827,442	400,726	426,716
Oman	40,715		40,715	37,516	3,199
Palestinian children and mothers	185,615	7,492,192	7,677,807	2,971,118	4,706,689
Sudan	4,365,270	5,125,301	9,490,571	6,927,964	2,562,607
Syrian Arab Republic					
Tunisia	329,911	149,815	479,726	460,005	19,721
Yemen	1,370,277	29,274	1,399,551	1,062,212	337,339
Regional	41,913		41,913	23,454	18,459
Total	7,363,653	20,463,138	27,826,791	15,568,439	12,258,352
CENTRAL AND EASTERN EUROPE, THE COMMONWEALTH OF INDEPENDENT STATES AND THE BALTIC STATES					
Afghanistan		2,218,926	2,218,926	1,971,001	247,925
Albania	651,956	1,058,992	1,710,948	338,680	1,372,268
Armenia		241,321	241,321	139,269	102,052

STATEMENT VI – 2 (concluded)

Area and country assistance	Approved programmes unspent balances as at 1 January 1994	New programmes and cancellations	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 1995
Azerbaijan		207,961	207,961	59,919	148,042
Croatia		6,803	6,803	6,731	72
Federal Republic of Yugoslavia		323,102	323,102	259,644	63,458
Georgia		401,460	401,460		401,460
Kazakstan		1,840,192	1,840,192	556,588	1,283,604
Kyrgyzstan	370,000	820,096	1,190,096	528,334	661,762
Romania	1,242,392	2,118,007	3,360,399	1,722,546	1,637,853
Tajikistan		1,000,000	1,000,000	327,008	672,992
Turkey	96,847	374,524	471,371	69,715	401,656
Turkmenistan		833,533	833,533	153,511	680,022
Uzbekistan		4,081,942	4,081,942	1,849,526	2,232,416
Total	2,361,195	15,526,859	17,888,054	7,982,472	9,905,582
GLOBAL ASSISTANCE					
Regional funds	9,770,286	18,176,103	27,946,389	14,868,784	13,077,605
Programme Funds for the 1990s Goals	18,834,864	48,364,498	67,199,362	41,131,189	26,068,173
International Child Development Centre	6,381,919	815,464	7,197,383	4,010,722	3,186,661
Total	34,987,069	67,356,065	102,343,134	60,010,695	42,332,439
TOTAL PROGRAMME ASSISTANCE	302,539,007	592,077,279	894,616,286	490,104,237	404,512,049

STATEMENT VI – 3

PROGRAMME COOPERATION: APPROVED PROGRAMMES, EXPENDITURES AND UNSPENT BALANCES FOR EMERGENCY RELIEF AND REHABILITATION FOR THE BIENNIUM ENDED 31 DECEMBER 1995

(United States dollars)

Area and country assistance	Approved programmes unspent balances as at 1 January 1994	New programmes and cancellations	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 1995.
AFRICA					
Angola	11,180,913	24,801,006	35,981,919	27,461,154	8,520,765
Benin	11,408		11,408		11,408
Botswana	60,753		60,753	60,753	
Burkina Faso	(10,290)		(10,290)	(10,319)	29
Burundi	141,667	10,188,864	10,330,531	8,059,795	2,270,736
Cameroon	2,205		2,205	2,205	
Chad	6,708		6,708	207,696	(200,988)
Côte d'Ivoire	18,573		18,573		18,573
Eritrea	3,956,987	1,086,123	5,043,110	4,716,481	326,629
Ethiopia	5,132,538	5,330,652	10,463,190	7,940,300	2,522,890
Ghana	2,162		2,162	2,162	
Guinea	175,979		175,979	175,978	1
Kenya	7,049,396	9,975,861	17,025,257	13,185,656	3,839,601
Lesotho	344,592	(1,925)	342,667	316,077	26,590
Liberia	1,950,387	13,080,325	15,030,712	9,429,551	5,601,161
Madagascar	56,779	2,011,639	2,068,418	1,913,333	155,085
Malawi	899,924		899,924	807,053	92,871
Mali	27,454		27,454	14,243	13,211
Mauritania	1,134		1,134	1,134	
Mozambique	5,387,419	5,307,038	10,694,457	8,625,842	2,068,615
Namibia	981,878	(29,857)	952,021	890,850	61,171
Niger	(8,461)	(18,477)	(26,938)	(27,640)	702
Rwanda	1,350,708	87,492,367	88,843,075	60,618,190	28,224,885
Sao Tome and Principe	6,179		6,179	6,179	
Sierra Leone	1,042,840	2,358,806	3,401,646	1,813,172	1,588,474
Somalia	19,513,991	15,065,819	34,579,810	24,702,871	9,876,939
Swaziland	16,358	(6,150)	10,208	10,208	
Uganda	1,624		1,624		1,624
Zaire	42,583	1,629,968	1,672,551	1,147,558	524,993
Zambia	1,393,530	1,168,616	2,562,146	1,919,115	643,031
Zimbabwe	4,951,564	2,029,203	6,980,767	3,221,552	3,759,215
Regional	161,150	295,804	456,954	420,989	35,965
Total	65,850,632	181,765,682	247,616,314	177,632,138	69,984,176

STATEMENT VI – 3 (continued)

Area and country assistance	Approved programmes unspent balances as at 1 January 1994	New programmes and cancellations	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 1995.
THE AMERICAS AND THE CARIBBEAN					
Bolivia	4,548		4,548	4,547	1
Colombia	4,102		4,102	4,102	
El Salvador	17,983		17,983	17,983	
Haiti	904,246	6,848,651	7,752,897	5,852,013	1,900,884
Total	930,879	6,848,651	7,779,530	5,878,645	1,900,885
EAST ASIA AND THE PACIFIC					
Cambodia	1,112		1,112		1,112
China	38,915		38,915	38,915	
Democratic People's Republic of Korea		1,046,961	1,046,961	233,764	813,197
Myanmar	847		847	847	
Philippines	56,762	(5,304)	51,458	49,877	1,581
Thailand	561		561		561
Total	98,197	1,041,657	1,139,854	323,403	816,451
SOUTH ASIA					
Bangladesh	1,319,722		1,319,722	1,243,168	76,554
India	559,974	(5,241)	554,733	399,352	155,381
Nepal	7,162	3,439	10,601	15,955	(5,354)
Pakistan	32,380		32,380	4,753	27,627
Sri Lanka	255,811	(149)	255,662	241,335	14,327
Total	2,175,049	(1,951)	2,173,098	1,904,563	268,535
MIDDLE EAST AND NORTH AFRICA					
Djibouti	28,925		28,925	28,594	331
Iran (Islamic Republic of)	116,997		116,997	112,600	4,397
Iraq	23,738,495	44,727,242	68,465,737	51,024,843	17,440,894
Jordan	315,672		315,672	298,721	16,951
Kuwait	102,146		102,146		102,146
Lebanon	849,401	(3,411)	845,990	822,554	23,436
Sudan	17,949,564	53,265,025	71,214,589	54,565,017	16,649,572
Yemen	6,291	2,493,463	2,499,754	1,476,569	1,023,185
Total	43,107,491	100,482,319	143,589,810	108,328,898	35,260,912

STATEMENT VI – 3 (concluded)

Area and country assistance	Approved programmes unspent balances as at 1 January 1994	New programmes and cancellations	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 1995.
CENTRAL AND EASTERN EUROPE, THE COMMONWEALTH OF INDEPENDENT STATES AND THE BALTIC STATES					
Afghanistan	3,234,208	6,749,424	9,983,632	7,944,478	2,039,154
Albania	(9,624)		(9,624)	(10,221)	597
Armenia	653,995	4,240,272	4,894,267	3,756,802	1,137,465
Azerbaijan	526,181	5,901,696	6,427,877	5,251,592	1,176,285
Belarus	36,072	391,000	427,072	364,645	62,427
Bosnia and Herzegovina		11,389,013	11,389,013	4,108,814	7,280,199
Bulgaria	548	11,389,013	548	4,108,814	548
Croatia		4,646,577	4,646,577	2,246,446	2,400,131
Federal Republic of Yugoslavia		4,679,819	4,679,819	2,574,190	2,105,629
Georgia	589,901	4,159,248	4,749,149	4,036,079	713,070
Kazakstan		812,078	812,078	318,484	493,594
Kyrgyzstan		440,252	440,252	373,667	66,585
Latvia		49,176	49,176	32,629	16,547
Republic of Moldova		989,205	989,205	870,270	118,935
Romania	338,020	384	338,404	305,329	33,075
Russian Federation		1,975,374	1,975,374	1,842,489	132,885
Tajikistan	1,055,030	3,761,955	4,816,985	3,831,304	985,681
The former Yugoslav Republic of Macedonia		1,955,942	1,955,942	597,542	1,358,400
Turkey	23,518		23,518	14,947	8,571
Turkmenistan		300,000	300,000		300,000
Ukraine	257,939	2,371,238	2,629,177	1,975,276	653,901
Union of Soviet Socialist Republics (former)	1,847,302	(119,723)	1,727,579	1,699,480	28,099
Uzbekistan		300,000	300,000		300,000
Yugoslavia (former)	15,663,248	18,455,301	34,118,549	30,979,871	3,138,678
Yugoslavia (former) (new area programme from 1994)		843,431	843,431	783,874	59,557
Regional		200,000	200,000	122,706	77,294
Total	24,216,338	74,491,662	98,708,000	74,020,693	24,687,307
GLOBAL ASSISTANCE					
Programme Funds for the 1990s Goals	26,399	4,111	30,510	15,372	15,138
Total	26,399	4,111	30,510	15,372	15,138
TOTAL PROGRAMME ASSISTANCE	136,404,985	364,632,131	501,037,116	368,103,712	132,933,404

STATEMENT VII

STATEMENT OF APPROPRIATIONS FOR THE 1994–1995 BIENNIUM AS AT 31 DECEMBER 1995

(Thousands of United States dollars)

	Appropriations			Expenditures a/			
	Original	Transfers b/	Revised	Programme support services	Administrative Services	Total	Unspent (overspent)
Budget categories							
Category 1 – Staff costs	141,159	(4,564)	136,595	73,402	67,485	140,887	(4,292)
International staff costs	114,408	5,041	119,449	58,225	53,530	111,755	7,694
Local staff costs							
Category 2 – General operating costs	88,917	1,636	90,553	43,880	40,342	84,222	6,331
Headquarters	75,806	(2,539)	73,267	32,098	29,511	61,609	11,658
Field							
Category 3 – Packing and assembly costs	11,073	426	11,499	11,160		11,160	339
Total all categories	431,363	–	431,363	218,765	190,868	409,633	21,730

a/ Expenditures were incurred as follows:

	1995	1994	Total
Programme support services	114,481	104,284	218,765
Administrative services (statement I)	99,457	91,411	190,868
Total	213,938	195,695	409,633
Programme support services	114,481	104,284	218,765
Less: Recovery from packing and assembly activities	5,716	5,184	10,900
Net programme support services (statement I)	108,765	99,100	207,865

b/ Transfers between categories are within the authority of the Executive Director.

NOTE: Estimated income to the budget, as per UNICEF Executive Board decision 1993/20, resolution 4 (E/ICEF/1993/14), $ 26.0 million; actual, 1994–1995, $28.6 million.

STATEMENT VIII

CAPITAL ASSETS FUND: ASSETS, LIABILITIES AND FUND BALANCE AS AT 31 DECEMBER 1995

(United States dollars)

	31 December 1995	1994–1995 Additions	1994–1995 Disposals	31 December 1993
ASSETS				
Cash holdings	15,002,620			18,009,158
Office buildings				
Accra, Ghana	822,329	7,910		814,419
Bamako, Mali	1,175,000	127,053		1,047,947
Bissau, Guinea–Bissau	646,898	646,898		
Dar es Salaam, United Republic of Tanzania	573,418			573,418
Harare, Zimbabwe	394,847			394,847
Lusaka, Zambia	780,000	780,000		
Male, Maldives	320,089	320,089		
New Delhi, India	1,812,848			1,812,848
Niamey, Niger	639,460	245,448		394,012
Port–au–Prince, Haiti	186,037			186,037
Praia, Cape Verde	517,460	517,460		
Sana'a, Yemen	268,277			268,276
Sante Fe de Bogota, Colombia	1,658,466			1,658,466
Santiago, Chile	32,143			32,143
Sao Tome and Principe	419,313	419,313		
Windhoek, Namibia	1,361	1,361		
Subtotal	10,247,945 a/	3,065,532		7,182,413
UNICEF housing				
Brasilia, Brazil	146,477			146,477
Bujumbura, Burundi	240,000			240,000
Harare, Zimbabwe	212,106			212,106
Juba, Sudan	21,618			21,618
Kampala, Uganda	250,000			250,000
Lagos, Nigeria	65,206			65,206
Maputo, Mozambique	12,078			12,078
Windhoek, Namibia	374,099			374,099
Subtotal	1,321,584			1,321,584
TOTAL ASSETS	26,572,149	3,065,532		26,513,155
FUND BALANCE				
Balance brought forward	26,513,155			26,476,139
Current period income	58,994			37,016
TOTAL FUND BALANCE	26,572,149			26,513,155

a/ This does not include the amount of $2,575,720 billed by UNDP to UNICEF in dispute.

Notes to the financial statements

Note 1: Statement of the objectives and activities of UNICEF

1. UNICEF is mandated by the United Nations General Assembly to advocate for the protection of children's rights, to help meet their basic needs and to expand their opportunities to reach their full potential. The organization mobilizes political will and material resources to help countries, particularly developing countries, ensure a "first call for children" and build their capacity to form appropriate policies and deliver services for children and their families.

Note 2: Summary of significant accounting policies

2. Until 31 December 1987, UNICEF accounts were maintained in accordance with the Financial Regulations of the United Nations, with such modifications as required by the nature of the work of UNICEF. By its decision 1987/13 (E/ICEF/1987/11), taken at its 1987 regular session, the Executive Board adopted the UNICEF Financial Regulations and Rules in accordance with Economic and Social Council decision 1986/1981 of 23 July 1986, as approved by the General Assembly in its decision 41/461 of 11 December 1986.

3. In line with the goal of achieving harmonization of the presentation of the accounts by the agencies in the United Nations system, statements I, II, III and VII are now shown in line with the formats agreed upon by the Administrative Committee on Coordination. The amounts on relevant statements and schedules for the biennium ended 31 December 1993 have been regrouped to conform with the new formats.

Accounting period

4. By its decision 1987/2 (E/ICEF/1987/11), taken at its 1987 regular session, the Executive Board decided that effective 1 January 1988, UNICEF would commence its financial reporting on a biennial basis. Since 1 January 1988, the accounts have been maintained on a biennial basis in accordance with the UNICEF Financial Regulations and Rules.

Unit of account

5. The accounting unit is the United States dollar. The equivalent in United States dollars of other currencies is established on the basis of the United Nations operational rates of exchange.

Translation of currencies

6. Differences between the valuation of the currencies when entered into the accounts and when actual transactions are completed are accounted for as gains or losses on exchange transactions.

7. Periodically, assets and liabilities in currencies other than United States dollars are revalued for accounting purposes at the prevailing United Nations operational rates of exchange. Any variance due to fluctuation of those rates is accounted for as income or loss and shown separately in the statement of income and expenditure. In accordance with UNICEF Executive Board decision 1990/28 (E/ICEF/1990/13), differences resulting from the payment of contributions pledged in currencies other than United States dollars are recorded against the contributions.

Income

8. Income consists of general resources, supplementary funds and emergency relief and rehabilitation funds. General resources include funds from the voluntary annual contributions of Governments, intergovernmental organizations, non-governmental organizations, the net income from Greeting Card and related operations, unearmarked funds contributed by the public and other income. Supplementary funds are those contributed to UNICEF by Governments, intergovernmental organizations, non-governmental organizations and United Nations agencies for specific purposes within the programmes approved by the UNICEF Executive Board. Emergency relief and rehabilitation funds include those contributed for emergency operations.

9. Income is recorded on the basis of funds or pledges received for the current year. Pledges received for future years for purposes specified by donors are considered deferred income and recorded as "pledged and received in advance".

10. Contributions income received from National Committees for UNICEF and non-governmental organizations is accounted for on a cash basis of accounting, with the exception of contributions for supplementary funds and for emergency relief and rehabilitation, which may be recorded on the basis of a valid pledge from a National Committee. The validity of the pledge is determined by the existence of funds raised and a statement from the National Committee that it is committing funds to UNICEF in the form of a pledge.

11. All other income received by UNICEF is classified as miscellaneous income and is credited as general resources.

12. The statement of income and expenditure does not include funds received and expenditures made from special accounts. Those transactions which do not require commitments by the Executive Board are maintained as special accounts.

13. Donations-in-kind, which are recorded as memorandum entries in the books of accounts, are not part of UNICEF income.

Expenditure

14. All expenditure of UNICEF is accounted for on an accrual basis, except for that relating to staff entitlements, which is accounted for on the basis of cash disbursements only.

15. Deferred charges comprise expenditure items which are not properly chargeable in the current financial period and which will be charged as expenditure in a subsequent financial period.

16. No provision is made for staff entitlements for repatriation, etc., that will take place in the future or to meet contingencies under appendix D of the United Nations Staff Rules, as funds are provided in the budget appropriations as required.

Assets

17. All funds received are deposited into UNICEF bank accounts, including those under special account arrangements, and reflected as cash holdings.

18. All outstanding pledges for contributions are recorded as receivables (see para. 9 above).

19. Prior to 1989, certain buildings purchased by UNICEF and considered as capital assets were valued at cost less accumulated depreciation. In 1989, the unamortized value of UNICEF capital assets was expended against the 1988-1989 budget, resulting in a fully depreciated UNICEF capital asset account as of 31 December 1989. Future acquisitions of UNICEF capital assets will be included in the capital asset fund (see para. 24 below).

20. The stock of programme supplies at the UNICEF Supply Division warehouse in Copenhagen is shown at average cost. Goods in transit to the warehouse are valued at actual cost. Freight paid for supplies to the warehouse is considered part of the cost of supplies.

21. The Greeting Card Operation inventory of raw materials, products in process and finished goods are valued at standard cost.

22. Furniture, equipment and other non-expendable property are not included in the assets of the organization. Acquisitions are charged against budgetary accounts in the year of purchase.

Liabilities and reserves

23. The liabilities of UNICEF include contributions received in advance, special accounts, unliquidated obligations, other accounts payable, credit balances and accrued expenses.

24. By its decision 1990/26 (E/ICEF/1990/13) taken at its 1990 regular session, the Executive Board approved the establishment of a capital asset reserve fund to better control the future purchase of UNICEF capital assets, mainly buildings to be purchased for office accommodations and staff housing in the field. At such time as may be necessary, additional authorized appropriations will be made to replenish the capital asset reserve.

Consolidation of Greeting Card Operation accounts

25. The financial report and accounts reflect UNICEF income, expenditure, assets and liabilities, including the net operating income, assets and liabilities of the Greeting Card Operation. The principles of consolidation reflect the accounting policies outlined below:

(a) The reporting period and accounts of the Greeting Card Operation are maintained on a fiscal year basis, ending 30 April. However, for consolidation purposes only, the UNICEF financial statements include the Greeting Card Operation accounts on a calendar year basis, as at 31 December, based on the trial balance of the Operation accounts;

(b) The financial effect of consolidating the Greeting Card Operation accounts on a calendar basis is reflected, most notably, in the receivables and earnings of the Operation. Inter-office transactions between UNICEF and the Greeting Card Operation are eliminated for consolidation purposes.

Note 3: Income

26. Total income from contributions for the biennium ended 31 December 1995 was $1,679,616,000, an increase of $89,286,000 compared to the biennium ended

31 December 1993. Contributions for the biennium ended 31 December 1995 consisted of $743,366,000 for general resources, $562,460,000 for supplementary funds and $373,790,000 for emergency relief and rehabilitation.

27. Net income from the Greeting Card Operation for the biennium ended 31 December 1995 was $245,408,000:

	1994	1995	Total
	(Thousands of United States dollars)		
Income:			
Gross proceeds from sales	152 081	151 395	303 476
Private sector fund-raising	46 699	72 900	119 599
Other income	11 108	13 807	24 915
Total	209 888	238 103	447 990
Expenditures	96 521	106 061	202 582
Net income	113 367	132 041	245 408

28. Income from miscellaneous sources for the biennium ended 31 December 1995 was $76,712,553 (schedule 2). The major items were $41,414,429 in interest on funds held in interest-bearing deposits and in current accounts with banks and $3,951,897 in income from packing and assembly activities.

29. Changes in the value of the United States dollar (the accounting unit) in relation to other currencies in which assets and liabilities were held resulted in a net increase of $14,751,000 in the accounting value of these assets and liabilities during the biennium ended 31 December 1995, composed, for the most part, of the following:

	(Thousands of United States dollars)
(a) Revaluation of the call and investment accounts	5 063
(b) Revaluation of contributions receivable	8 978

Note 4: Donations-in-kind

30. Donations-in-kind valued by donors and accepted by the Executive Director at $51,000,000 were delivered by UNICEF to projects during the 1994-1995 biennium. These are recorded as memorandum entries in the books of accounts and are not part of UNICEF income.

Note 5: Expenditures

31. Total expenditures for the 1994-1995 biennium amounted to $2,002,790,000, which is $96,937,000 higher than the total expenditures of the preceding biennium. Expenditures for programme cooperation during the 1994-1995 biennium

totalled $1,811,922,000, or $78,972,000 higher than that for the 1992-1993 biennium.

32. Expenditures for administrative services in 1994-1995 were $190,868,000. In the 1992-1993 biennium, the amount was $172,903,000.

Note 6: Write-offs

33. The amount of $19,099,000 shown in statement I includes write-offs and adjustments of pledges for the biennium ended 31 December 1995 totalling $18,033,000. Adjustments for write-offs of other assets and losses amounted to $1,066,000. The write-off and adjustment of pledges consist of:

	General resources	Supplementary funds	Emergency relief and rehabilitation	Total
Balance of supplementary funds cancelled by donors	-	3 306 987	-	3 306 987
Balance of supplementary funds cancelled on completion of projects	-	1 487 732	4 500 252	5 987 984
Unpaid pledges	8 738 222	-	-	8 738 222
Total write-offs and adjustments	8 738 222	4 794 719	4 500 252	18 033 193

Note 7: Assets

34. As at 31 December 1995, cash totalled $423,893,000 (statement II). Included in this amount are $97,732,000 held on behalf of donors, mainly for the procurement of goods and services on a reimbursable basis. Cash details are given in schedule 3.

35. Contributions receivable for current and prior years totalled $195,234,954 as at 31 December 1995. Included in contributions receivable are $137,167,003 for supplementary funds and $51,720,009 for emergency relief and rehabilitation, payment of which is normally related to the progress in implementing specific projects and occurs in accordance with payment schedules agreed upon with donors. Details and ageing are given in schedules 4 and 5, respectively.

36. Contributions pledged and received in advance totalled $5,528,107 as at 31 December 1995. These contributions will be recorded as income in following years in accordance with the conditions specified in the relevant pledge. Details are given in schedule 8.

37. The aggregate of accounts receivable, advances and deposits as at 31 December 1995 totalled $159,470,994, including the accounts of the Greeting Card Operation, which total $115,881,465. Details are given in schedule 6.

38. The aggregate value of inventory as at 31 December 1995 totalled $46,042,449, consisting mainly of programme supplies in stock at the UNICEF Supply Division warehouse in Copenhagen and stock of the Greeting Card Operation. Details are given in schedule 7.

39. Capital assets reflected in the financial statements of 31 December 1995 consist of office buildings and staff housing presented at their acquisition cost of $11,569,529, as well as machinery and equipment of the Greeting Card Operation that is depreciated over the estimated useful life of these assets. The depreciated value of the capital assets of the Greeting Card Operation is $1,342,625. Details of UNICEF's capital assets, except the Greeting Card Operation, are given in statement VIII.

40. The value of non-expendable property as at 31 December 1995 totalled $42,156,532. This represents the non-expendable property of all except two UNICEF offices. Computer equipment acquired in 1994-1995 has been charged against the administrative budget, a procedure consistently applied since 1986, and is not reflected in the statements.

41. As at 31 December 1995, the organization's call accounts and time deposits were valued at $385,043,754. The application of the United Nations rates of exchange as at 1 January 1996 will result in a foreign exchange loss of $207,352 and decrease the value of the call accounts and time deposits to $384,836,402.

Note 8: Reserves

42. In 1950, the Executive Board authorized the establishment of a reserve for insurance of $200,000 to absorb losses of UNICEF programme supplies and equipment not covered by commercial insurance. Up to 1992, the reserve was restored to its authorized limit by a transfer from income. The movements in the reserve for the 1994-1995 biennium are given below:

	(United States dollars)
Balance, 1 January 1994	200 000
Charges against the reserve in 1994-1995	(95 990)
Balance, 31 December 1995	104 010

43. In 1987, UNICEF established a reserve of $100,000 to self-insure for property losses. This reserve was funded equally from the 1987-1988 biennium and the 1988-1989 biennium. Up to 1992, the reserve was restored to its original amount by a transfer from income. The movements in the reserve for the biennium are given below:

	(United States dollars)
Balance, 1 January 1994	28 274
Charges against the reserve in 1994-1995	(1 875)
Balance, 31 December 1995	26 399

44. The procedure of replenishing the reserve accounts from income was discontinued in 1993.

45. In its resolution 41/209 of 11 December 1986, the General Assembly approved the arrangements proposed by the Secretary-General in his report on health insurance coverage for locally-recruited staff in the General Service and related categories at designated duty stations. The plan, designated as the Medical Insurance Plan, replaced the Medical Expense Assistance Plan. In UNICEF, the movements in the account for the 1994-1995 biennium are given below:

	(United States dollars)
Balance, 1 January 1994	7 469 418
Contributions to the plan, 1994-1995	9 609 781
Total	17 079 199
Charges against the plan, 1994-1995	6 206 884
Balance, 31 December 1995	10 872 315

Note 9: Contingent liability - staff benefits

46. Staff members' accumulated annual leave as at 31 December 1995 has an estimated value of $15,201,187. There is no provision in the accounts in respect of this amount. The expenditures will be charged against the budget appropriations of the periods when actual payments are made.

SCHEDULE 1

CONTRIBUTIONS RECEIVED OR PLEDGED FOR THE BIENNIUM ENDED 31 DECEMBER 1995
(United States dollars)

Donor	General resources			Supplementary funds			Emergency relief and rehabilitation			Total
	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	
GOVERNMENTS										
Afghanistan	70,377		70,377							70,377
Algeria	50,000		50,000							50,000
Andorra	2,000		2,000					89,378	89,378	91,378
Antigua and Barbuda	500		500							500
Argentina				115,598	2,923,375	3,038,973				3,038,973
Australia	7,089,046	14,448	7,103,494	21,198,963	9,237,338	30,436,301	1,743,236	5,832,586	7,575,822	45,115,617
Austria	3,802,971	449,493	4,252,464	1,709,402	1,347,256	3,056,658	49,770	788,292	838,062	8,147,184
Bangladesh	42,421	819	43,240							43,240
Barbados	4,000	173	4,173							4,173
Belgium	4,328,070	1,850,462	6,178,532	1,434,124	1,121,325	2,555,449	3,991,911	2,039,785	6,031,696	14,765,677
Benin	6,335		6,335	1,146,459		1,146,459		1,894	1,894	1,154,688
Bhutan	13,600		13,600							13,600
Bolivia	70,000		70,000	53,862		53,862				123,862
Botswana	16,957		16,957							16,957
Brazil	600,000		600,000		19,579,289	19,579,289				20,179,289
British Virgin Islands	19,217		19,217							19,217
Burkina Faso	3,606	2,149	5,755	4,113,000		4,113,000		13,423	13,423	4,132,178
Burundi	3,704		3,704							3,704
Cambodia		20	20							20
Canada	23,407,985	4,419	23,412,404	44,651,668	9,695,446	54,347,114	21,054,806	698,627	21,753,433	99,512,951
Cape Verde	4,024		4,024	3,974		3,974				7,998
Central African Republic				286,490		286,490				286,490
Chad				1,500,000		1,500,000				1,500,000
Chile	152,000	240	152,240		2,597	2,597				154,837
China	2,050,000	3,734	2,053,734		1,610	1,610				2,055,344
Colombia	900,000	2,746	902,746					34,794	34,794	937,540
Comoros	199		199							199
Costa Rica	27,751	568	28,319							28,319
Côte d'Ivoire		323	323					65,244	65,244	65,567
Cuba	53,723		53,723							53,723
Cyprus	1,000	2,371	3,371		8,679	8,679		10,000	10,000	22,050
Czechoslovakia a/	146,017		146,017							146,017
Democratic People's Republic of Korea	76,376		76,376							76,376
Denmark	58,063,552		58,063,552	10,501,001	315,058	10,816,059	12,630,702		12,630,702	81,510,313
Djibouti	2,000		2,000							2,000
Dominica	1,239		1,239							1,239
Dominican Republic	6,667	56	6,723							6,723
Ecuador	52,753		52,753		110,426	110,426				163,179
Egypt	58,982	327	59,309	255,000		255,000				314,309
El Salvador	50,000		50,000							50,000
Ethiopia	87,487		87,487							87,487
Federal Republic of Yugoslavia								16,259	16,259	16,259
Fiji	6,809		6,809							6,809
Finland	20,563,759	21,688	20,585,447	117,096	2,556,694	2,673,790	5,129,000	646,908	5,775,908	29,035,145
France	11,267,347	6,105	11,273,452	369,705	5,585,041	5,954,746	1,215,094	5,561,462	6,776,556	24,004,754
Gabon				163,934		163,934				163,934
Germany	6,474,820	11,673,325	18,148,145	391,273	19,152,528	19,543,801	3,341,564	22,599,271	25,940,835	63,632,781
Ghana	5,000		5,000							5,000
Greece	400,000	472	400,472	21,926	102,885	124,811		507,095	507,095	1,032,378
Guatemala				1,391,265		1,391,265				1,391,265

SCHEDULE 1 (continued)

Donor	General resources			Supplementary funds			Emergency relief and rehabilitation			Total
	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	
Guinea-Bissau					6,232	6,232				6,232
Guyana	2,305	184	2,489							2,489
Holy See	5,000		5,000		2,135	2,135				7,135
Honduras	35,614		35,614	153,000		153,000				188,614
Hong Kong	29,211		29,211		2,805,394	2,805,394		609,480	609,480	3,444,085
Hungary	43,564		43,564					41,316	41,316	84,880
Iceland	294,200		294,200							294,200
India	1,813,918	2,430	1,816,348							1,816,348
Indonesia	630,000	3,471	633,471							633,471
Iraq	290,323		290,323		5,652	5,652	2,258,065		2,258,065	2,554,040
Ireland	2,656,360	453,350	3,109,710	1,223,009		1,223,009	1,156,101	2,293	1,158,394	5,491,113
Israel	110,432		110,432					32,150	32,150	142,582
Italy	30,776,791	10,811,808	41,588,599	13,866,364	2,168,633	16,034,997	22,595,252	4,827,989	27,423,241	85,046,837
Italy (expanded programme on immunization)				2,809,240		2,809,240				2,809,240
Jamaica	1,030		1,030		43,492	43,492				44,522
Japan	57,860,000	1,784,648	59,644,648	8,480,000	12,563,363	21,043,363	7,699,592	5,116,998	12,816,590	93,504,601
Jordan	42,556		42,556		10,000	10,000				52,556
Kenya		199	199		43,610	43,610				43,809
Kuwait	400,000	6,107	406,107							406,107
Lao People's Democratic Republic	10,000	20	10,020							10,020
Lebanon	10,000		10,000		11,640	11,640				21,640
Lesotho	4,352		4,352							4,352
Libyan Arab Jamahiriya		948	948							948
Liechtenstein							37,593		37,593	37,593
Luxembourg	402,670	2,182	404,852	28,409	511,670	540,079	775,512	14,205	789,717	1,734,648
Madagascar	1,770		1,770	350,000	18,121	368,121				369,891
Malawi	3,169	459	3,628		132,802	132,802				136,430
Malaysia	168,000	312	168,312							168,312
Maldives	10,167	12	10,179							10,179
Mali	642		642	6,667	7,575	14,242		11,364	11,364	26,248
Malta	8,458		8,458							8,458
Mauritania	3,788		3,788	219,476		219,476				223,264
Mauritius	13,188	300	13,488		1,156	1,156		2,650	2,650	17,294
Mexico	404,376	280	404,656	96,774	896,972	993,746		17,453	17,453	1,415,855
Monaco	33,873		33,873							33,873
Mongolia	29,580		29,580							29,580
Morocco	147,000		147,000							147,000
Myanmar	583,649		583,649							583,649
Namibia	4,000		4,000							4,000
Nepal	7,000		7,000							7,000
Netherlands	49,474,160	1,070,779	50,544,939	35,288,865	32,227,473	67,516,338	56,048,520	15,694,899	71,743,419	189,804,696
New Zealand	1,076,923		1,076,923	85,227	178,659	263,886	325,490	1,376	326,866	1,667,675
Nicaragua	4,909		4,909							4,909
Niger		525	525							525
Nigeria	26,899	240	27,139	16,626	2,222	18,848				45,987
Norway	75,716,029	1,202	75,717,231	15,260,984	22,217	15,283,201	9,186,231	46,506	9,232,737	100,233,169
Oman	50,000	13,041	63,041							63,041
Pakistan	162,174	247	162,421				100,000		100,000	262,421
Panama	25,000		25,000							25,000
Peru				8,880,918	221,956	9,102,874				9,102,874
Philippines	394,832	989	395,821		90,932	90,932				486,753
Poland	74,106		74,106					4,120	4,120	78,226
Portugal	40,000	245	40,245		18,125	18,125	21,484	337,858	359,342	417,712
Republic of Korea	1,800,000	4,753	1,804,753		1,066,765	1,066,765		100,000	100,000	2,971,518
Romania	6,639		6,639		1,000	1,000				7,639
Russian Federation	500,000		500,000							500,000

SCHEDULE 1 (continued)

Donor	General resources			Supplementary funds			Emergency relief and rehabilitation			Total
	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	
Saint Lucia	5,172		5,172							5,172
Saint Vincent and the Grenadines	1,500		1,500							1,500
San Marino	6,132		6,132					12,614	12,614	18,746
Saudi Arabia	2,000,000	203,018	2,203,018							2,203,018
Senegal					257,000	257,000				257,000
Sierra Leone	163		163							163
Singapore	20,000		20,000		66,940	66,940		28,203	28,203	115,143
Slovakia								4,218	4,218	4,218
South Africa	46,547	14	46,561							46,561
Spain	4,335,197		4,335,197	437,956	20,417,748	20,855,704		6,325,559	6,325,559	31,516,460
Sri Lanka	51,961	6,562	58,523	1,051,257		1,051,257				1,109,780
Sudan				247,997		247,997				247,997
Swaziland	4,622		4,622							4,622
Sweden	88,280,179		88,280,179	106,371,649	1,120,781	107,492,430	28,484,986	490,333	28,975,319	224,747,928
Switzerland	26,506,452	983,848	27,490,300	6,967,674	7,768,681	14,736,355	3,289,436	2,421,351	5,710,787	47,937,442
Thailand	275,959	22,602	298,561		4,320	4,320				302,881
Togo	3,810		3,810		7,235	7,235				11,045
Trinidad and Tobago	1,000		1,000							1,000
Tunisia	35,750		35,750							35,750
Turkey	225,000		225,000		900	900	50,000	6,100	56,100	282,000
Uganda	1,855	258	2,113		5,654	5,654				7,767
United Arab Emirates	375,000	5,216	380,216							380,216
United Kingdom of Great Britain and Northern Ireland	26,670,358	672	26,671,030	10,679,210	7,732,363	18,411,573	23,027,758	12,145,406	35,173,164	80,255,767
United Republic of Tanzania	2,383	58	2,441							2,441
United States of America	200,000,000	109,795	200,109,795	39,648,138	16,071,315	55,719,453	24,765,505	9,064,328	33,829,833	289,659,081
Uruguay		1,252	1,252							1,252
Venezuela	180,615		180,615		70,793	70,793				251,408
Viet Nam	22,734	1,403	24,137							24,137
Yemen	16,730		16,730		30,500	30,500				47,230
Yugoslavia (former)		100	100					3,080	3,080	3,180
Zaire				470,432		470,432				470,432
Zambia	1,180		1,180							1,180
Zimbabwe	10,178	650	10,828							10,828
Subtotal	715,251,428	29,528,117	744,779,545	342,064,612	178,351,573	520,416,185	228,977,608	96,266,867	325,244,475	1,590,440,205
INTERGOVERNMENTAL AGENCIES										
European Union				3,156,753		3,156,753	25,273,150		25,273,150	28,429,903
OPEC Fund				250,000		250,000				250,000
Subtotal				3,406,753		3,406,753	25,273,150		25,273,150	28,679,903
TOTAL CURRENT BIENNIUM Governments and intergovernmental agencies	715,251,428	29,528,117	744,779,545	345,471,365	178,351,573	523,822,938	254,250,758	96,266,867	350,517,625	1,619,120,108
Income adjustments to prior periods	(24,194)		(24,194)	(1,034,809)		(1,034,809)	(555,948)		(555,948)	(1,614,951)
TOTAL GOVERNMENTS AND INTER-GOVERNMENTAL AGENCIES	715,227,234	29,528,117	744,755,351	344,436,556	178,351,573	522,788,129	253,694,810	96,266,867	349,961,677	1,617,505,157
NON-GOVERNMENTAL ORGANIZATIONS										
Bernard Van Leer Foundation					798,701	798,701				798,701
Canadian Public Health Association					689,306	689,306				689,306
International Development Research Centre					8,428,323	8,428,323				8,428,323

SCHEDULE 1 (concluded)

Donor	General resources			Supplementary funds			Emergency relief and rehabilitation			Total
	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	
Nippon Foundation					4,615,000	4,615,000				4,615,000
Redd Barna					68,925	68,925				68,925
Rotary International					17,828,528	17,828,528		384	384	17,828,912
Tetsuko Kuroyanegi					3,000,000	3,000,000		2,318,182	2,318,182	5,318,182
UN Women's Guild					17,767	17,767		27,201	27,201	44,968
UN and UN agencies staff		19,089	19,089		6,655	6,655		27,260	27,260	53,004
TOTAL non-governmental organizations		19,089	19,089		35,453,205	35,453,205		2,373,027	2,373,027	37,845,321
Income adjustments to prior periods		(1,408,296)	(1,408,296)		(203,239)	(203,239)		(30,000)	(30,000)	(1,641,535)
TOTAL NON-GOVERNMENTAL ORGANIZATIONS		(1,389,207)			35,249,966			2,343,027		36,203,786
TOTAL GOVERNMENTS, INTER-GOVERNMENTAL AGENCIES AND NON-GOVERNMENTAL ORGANIZATIONS	715,227,234	28,138,910	743,366,144	344,436,556	213,601,539	558,038,095	253,694,810	98,609,894	352,304,704	1,653,708,943
UNITED NATIONS SYSTEM										
ILO					14,000	14,000				14,000
IFAD					402,447	402,447				402,447
UNDHA								2,249,087	2,249,087	2,249,087
UN, Emergency Funds (DHA/Iraq)								7,663,397	7,663,397	7,663,397
UN Secretariat					441,146	441,146		320,350	320,350	761,496
UNCDF					200,760	200,760				200,760
UNDP					162,878	162,878				162,878
UNFPA					3,163,541	3,163,541		616,466	616,466	3,780,007
UNHCR								879,645	879,645	879,645
WHO					37,000	37,000		20,000	20,000	57,000
World Bank								10,500,000	10,500,000	10,500,000
TOTAL CURRENT BIENNIUM United Nations system					4,421,772			22,248,945		53,341,434
Adjustments to contributions from United Nations system								(764,043)	(764,043)	(764,043)
TOTAL UN SYSTEM					4,421,772			21,484,902		51,813,348
TOTAL CURRENT BIENNIUM		19,089	19,089		39,674,977	35,453,205		24,621,972	2,373,027	91,186,755
GRAND TOTAL	715,227,234	28,138,910	743,366,144	344,436,556	218,023,311	562,459,867	253,694,810	120,094,796	373,789,606	1,679,615,617

SUMMARY	General resources	Supplementary funds	Emergency relief	Totals
Governments	715,227,234	341,029,803	228,439,786	1,284,696,823
Intergovernmental agencies		3,406,753	25,255,024	28,661,777
National Committees	26,666,590	153,028,902	94,709,665	274,405,157
Non-governmental organizations	1,472,320	60,572,637	3,136,186	65,181,143
United Nations system		4,421,772	22,248,945	26,670,717
GRAND TOTAL	743,366,144	562,459,867	373,789,606	1,679,615,617

a/ In a letter dated 10 December 1992, the Permanent Representative of Czechoslvakia informed the Secretary-General that the Czech and Slovak Federal Republic would cease to exist on 31 December 1992 and that the Czech Republic and the Slovak Republic, as successor States, would apply for membership in the United Nations. The Czech Republic and the Slovak Republic were admitted as Member States on 19 January 1993. This contribution was pledged prior to 10 December 1992 and hence must be listed as Czechoslovakia.

SCHEDULE 2

OTHER INCOME FOR THE BIENNIUM ENDED 31 DECEMBER 1995

(United States dollars)

	1994–1995	1992–1993
INCOME RELATED TO THE BUDGET EXPENDITURES a/		
Income from packing and assembly activities b/	3,951,897	13,054,992
Adjustments of accounts payable related to prior period's budget	6,006,165	8,617,415
Agency commissions and reimbursement for services	2,937,820	3,955,379
Income from sale of films, books and other information materials	128,370	18,741
Income from sale of surplus and obsolete administrative property	2,130,102	3,014,167
Miscellaneous	501,445	639,052
Subtotal	15,655,799	29,300,346
INCOME RELATED TO PROGRAMME OPERATIONS		
Shipping and insurance claims received	211,260	38,085
Income from sale of surplus and programme property	533,074	3,277,485
Miscellaneous	9,582,678	2,581,391
Subtotal	10,327,012	5,896,961
INCOME RELATED TO FINANCIAL OPERATIONS		
Cash discounts	816,818	1,192,659
Gains (losses) on foreign exchange transactions	1,324,874	8,509,933
Miscellaneous	7,173,621	4,181,585
Subtotal	9,315,313	13,884,177
Total other income	35,298,124	49,081,484
Interest on current bank accounts and short-term investments	41,414,429	43,706,207
Total	76,712,553	92,787,691

a/ Government contributions towards local budget costs totalled $971,443 in 1994–1995. These form part of the government contributions to UNICEF general resources shown in statement I. This is shown in statement VIII.

b/ Income from packing and assembly activities does not include the 10 per cent operational surcharge for UNICEF programme expenditures. In statement VIII, however, to present the status of approved estimates, the recovery from these activities is shown inclusive of the 10 per cent surcharge.

SCHEDULE 3

CASH HOLDINGS AS AT 31 DECEMBER 1995

(United States dollar equivalent)

	Time remaining to maturity					
	At sight	2–7 days	8–30 days	31–90 days	Over 90 days	Total
IN CURRENT ACCOUNTS, CASH ON HAND AND IN TRANSIT						
Convertible currencies	25,560,592					25,560,592
Non-convertible currencies	13,288,389					13,288,389
Subtotal	38,848,981					38,848,981
AT CALL ACCOUNTS AND TIME DEPOSITS						
Australian dollars	2,218,199					2,218,199
Austrian schillings	82,150		402,553	1,734,353	903,300	3,122,357
Belgian francs	1,743,154	1,016,949		1,864,407		4,624,510
Canadian dollars	486,379		586,249	1,420,268	471,271	2,964,167
Deutsche mark	2,607,848		2,169,242	6,449,093	4,256,461	15,482,644
European currency units	961,440	645,783	970,922	924,942		3,503,087 a/
Finnish markkaa	210,584	236,378	632,319	234,192		1,313,472
French francs	1,907,431		4,065,041	7,848,606		13,821,077
Greek drachmas	124,429					124,429
Irish pounds	169	151,406	87,231	104,440		343,249
Italian lire	4,668,900	943,396	1,257,862	2,848,658	2,987,421	12,706,238
Japanese yen	3,452,647		4,019,802	1,207,921		8,680,369
Netherlands guilders	2,001,657		621,118	809,596		3,432,371
New Zealand dollars	154,209					154,209
Norwegian kroner	817,644	1,977,848	483,544	1,121,267	400,554	4,800,857
Portuguese escudos	2,717					2,717
Pounds sterling	2,173,711		1,076,923	2,328,599		5,579,232
Spanish pesetas	53,598					53,598
Swedish kronor	3,534,152	309,321	795,821	461,538		5,100,833
Swiss francs	1,883,334	1,293,103	1,293,103	4,963,308		9,432,849
United States dollars	8,567,152	19,977,638	45,023,636	113,084,805	100,930,059	287,583,290
Subtotal	37,651,505	26,551,822	63,485,366	147,405,994	109,949,067	385,043,754 b/
Total	76,500,486	26,551,822	63,485,366	147,405,994	109,949,067	423,892,735
SUMMARY						
Convertible currencies						410,604,346
Non-convertible currencies						13,288,389
						423,892,735

a/ Includes $407,184 held on behalf of the Mutual Assistance Fund.

b/ Decrease due to change in exchange rates as at 1 January 1996 of funds at call and investments is equivalent to $207,352.29.

SCHEDULE 4

CONTRIBUTIONS RECEIVABLE FOR GENERAL RESOURCES, SUPPLEMENTARY FUNDS AND EMERGENCY RELIEF AND REHABILITATION, CURRENT AND PRIOR YEARS, AS AT 31 DECEMBER 1995
(United States dollars)

Donor	General resources			Supplementary funds			Emergency relief and rehabilitation			Total
	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	
GOVERNMENTS										
Afghanistan	140,258		140,258							140,258
Albania	221		221							221
Antigua and Barbuda	500		500							500
Australia				848,287		848,287				848,287
Austria	13,000		13,000	6,509		6,509	122,808		122,808	142,317
Bahamas	1,000		1,000							1,000
Barbados	2,000		2,000							2,000
Belgium				258,659		258,659	2,372,881		2,372,881	2,631,540
Benin	2,000		2,000	497,213		497,213				499,213
Bhutan	7,194		7,194							7,194
Bolivia	76,000		76,000							76,000
Brazil	300,000		300,000							300,000
Bulgaria	2,367		2,367							2,367
Burkina Faso				676,406		676,406				676,406
Canada				6,681,142		6,681,142	100,325		100,325	6,781,467
Chile	70,000		70,000							70,000
Cuba	30,000		30,000							30,000
Cyprus	1,000		1,000							1,000
Czech Republic	38,023		38,023							38,023
Democratic People's Republic of Korea	115,385		115,385							115,385
Denmark				3,019,231		3,019,231	1,621,621		1,621,621	4,640,852
Djibouti	5,000		5,000							5,000
Ecuador	606		606							606
Egypt				255,000		255,000				255,000
El Salvador	25,000		25,000							25,000
Fiji	10,360		10,360							10,360
Finland				117,096		117,096				117,096
France	1,422,764		1,422,764	376,422		376,422				1,799,186
Germany				72,092		72,092				72,092
Ghana	5,000		5,000							5,000
India	858,789		858,789							858,789
Indonesia	315,000		315,000							315,000
Italy				5,847,212		5,847,212	2,199,734		2,199,734	8,046,946
Italy (EPI)				7,184,564		7,184,564				7,184,564
Kenya	6,991		6,991							6,991
Kuwait	400,000		400,000							400,000
Lao People's Democratic Republic	10,000		10,000							10,000
Lebanon	10,000		10,000							10,000
Lesotho	4,293		4,293							4,293
Liechtenstein	17,241		17,241							17,241
Madagascar	1,678		1,678	350,000		350,000				351,678
Malawi	1,049		1,049							1,049
Mali	457		457	48,941		48,941				49,398
Mauritania	3,787		3,787							3,787
Mexico	(4,973)		(4,973)							(4,973)
Morocco	2,999		2,999							2,999
Nepal	9,259		9,259							9,259

SCHEDULE 4 (continued)

Donor	General resources			Supplementary funds			Emergency relief and rehabilitation			
	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Total
Netherlands				6,162,800		6,162,800	5,059,118		5,059,118	11,221,918
Nigeria	8,276		8,276							8,276
Norway				2,015,097		2,015,097	2,333		2,333	2,017,430
Oman	50,000		50,000							50,000
Pakistan	206		206							206
Panama	25,000		25,000							25,000
Paraguay	4,000		4,000							4,000
Peru				1,034,268		1,034,268				1,034,268
Philippines	175,482		175,482							175,482
Republic of Korea	100,000		100,000							100,000
Romania	785		785							785
Sierra Leone	29,711		29,711							29,711
Singapore	30,000		30,000							30,000
Spain				437,957		437,957				437,957
Sudan							1,500,000		1,500,000	1,500,000
Sweden				35,455,085		35,455,085	11,923,076		11,923,076	47,378,161
Switzerland				2,045,289		2,045,289	689,656		689,656	2,734,945
Turkey	90,000		90,000							90,000
United States of America	1,728,797		1,728,797	24,517,514		24,517,514	14,165,827		14,165,827	40,412,138
Uruguay	10,000		10,000							10,000
Venezuela	108,527		108,527							108,527
Viet Nam	22,734		22,734							22,734
Yemen	50,190		50,190							50,190
Zimbabwe	3,721		3,721							3,721
Subtotal	6,341,677		6,341,677	97,906,784		97,906,784	39,757,379		39,757,379	144,005,840
INTERGOVERNMENTAL AGENCIES										
AGFUND				1,426,819		1,426,819	500,000		500,000	1,926,819
European Union				4,415,998		4,415,998	10,612,018		10,612,018	15,028,016
Inter-American Development Bank				2,859,215		2,859,215				2,859,215
OPEC Fund				209,372		209,372				209,372
Subtotal				8,911,404		8,911,404	11,112,018		11,112,018	20,023,422
NATIONAL COMMITTEES FOR UNICEF										
Austria										
Canada					2,118,290	2,118,290				2,118,290
Germany					851,187	851,187				851,187
Netherlands					7,712,324	7,712,324				7,712,324
Norway								657	657	657
Spain					386,067	386,067				386,067
Switzerland					227,688	227,688				227,688
United Kingdom of Great Britain and Northern Ireland					218,454	218,454				218,454
United States of America					659,112	659,112				659,112
Subtotal					12,173,122	12,173,122		657	657	12,173,779

SCHEDULE 4 (concluded)

Donor	General resources			Supplementary funds			Emergency relief and rehabilitation			Total
	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	
NON-GOVERNMENTAL ORGANIZATIONS										
Argentina					(37,863)	(37,863)				(37,863)
Brazil					28	28				28
Canada					244,288	244,288				244,288
Japan		2,720	2,720							2,720
Mexico					1,699	1,699				1,699
Netherlands					991,404	991,404				991,404
Switzerland								10,471	10,471	10,471
Thailand								494	494	494
Togo					7,235	7,235				7,235
United States of America		3,546	3,546		14,493,218	14,493,218		586	586	14,497,350
United Nations staff					(1,907)	(1,907)				(1,907)
Subtotal		6,266	6,266		15,698,102	15,698,102		11,551	11,551	15,715,919
UNITED NATIONS SYSTEM										
IFAD					402,447	402,447				402,447
UN Secretariat					26,407	26,407				26,407
UNCDF					253,350	253,350				253,350
UNDHA								22,330	22,330	22,330
UNDP					886,827	886,827		550,000	550,000	1,436,827
UNFPA					776,432	776,432		198,978	198,978	975,410
UNHCR								47,095	47,095	47,095
WHO								20,000	20,000	20,000
World Bank					132,128	132,128				132,128
Subtotal					2,477,591	2,477,591		838,403	838,403	3,315,994
GRAND TOTAL	6,341,677	6,266	6,347,943	106,818,188	30,348,815	137,167,003	50,869,397	856,387	51,720,008	195,234,954

SUMMARY	General resources	Supplementary funds	Emergency relief	Totals
Governments	6,341,677	97,906,784	39,757,379	144,005,840
Intergovernmental agencies		8,911,404	11,112,018	20,023,422
National Committees for UNICEF		12,173,122	657	12,173,779
Non-governmental organizations	6,266	15,698,102	11,551	15,715,919
United Nations system		2,477,591	836,403	3,315,994
GRAND TOTAL	6,347,943	137,167,003	51,720,008	195,234,954

SCHEDULE 5

AGEING OF CONTRIBUTIONS RECEIVABLE AS AT 31 DECEMBER 1995
(United States dollars)

	Prior to 1993	1993	1994	1995	Total
GENERAL RESOURCES					
Governments and intergovernmental agencies	295,170	197,670	1,238,996	4,609,839	6,341,676
Non-governmental organizations		2,720		3,546	6,267
Subtotal	295,170	200,391	1,238,996	4,613,385	6,347,942
SUPPLEMENTARY FUNDS					
Governments and intergovernmental agencies	18,293,664	3,775,684	20,080,836	64,668,004	106,818,188
National Committees for UNICEF	238,945	2,466,033	4,218,069	5,250,075	12,173,122
Non-governmental organizations	1,811,587	243,945	6,909,171	6,733,397	15,698,101
United Nations agencies	840,010	52,601	240,610	1,344,369	2,477,591
Subtotal	21,184,207	6,538,264	31,448,685	77,995,846	137,167,003
EMERGENCY RELIEF AND REHABILITATION					
Governments and intergovernmental agencies	6,703,494	271,900	6,450,197	37,443,806	50,869,398
National Committees for UNICEF				657	657
Non-governmental organizations	587	494	10,471		11,552
United Nations agencies	658,132	(494)	20,000	160,765	838,403
Subtotal	7,362,212	271,900	6,480,668	37,605,228	51,720,009
SUMMARY					
Governments and intergovernmental agencies	25,292,328	4,245,255	27,770,029	106,721,650	164,029,262
National Committees for UNICEF	238,945	2,466,033	4,218,069	5,250,732	12,173,779
Non-governmental organizations	1,812,174	247,160	6,919,642	6,736,944	15,715,919
United Nations agencies	1,498,142	52,107	260,610	1,505,135	3,315,994
GRAND TOTAL	28,841,589	7,010,555	39,168,350	120,214,460	195,234,954

SCHEDULE 6

ACCOUNTS RECEIVABLE, ADVANCES AND DEPOSITS AS AT 31 DECEMBER 1995

(United States dollars)

	1995	1993
ACCOUNTS RECEIVABLE		
From the United Nations and specialized agencies for supplies and advances for fellowships and other jointly-assisted projects	3,095,393	2,918,215
From non-governmental organizations for fund-raising campaigns		
National Committees for UNICEF	115,881,465	114,000,505
From Governments - other	667,986	474,112
For shipping and insurance claims	84,479	106,406
From banks - accrued interest	3,373,971	2,534,196
From Governments, United Nations agencies and other organizations for special accounts	12,626,859	14,344,907
From staff members	18,368,967	14,870,755
Miscellaneous	994,635	461,097
TOTAL	155,113,755	149,710,193
DEPOSITS AND PRE-PAYMENTS	1,883,395	2,039,615
DEFERRED CHARGES - CENTRAL EMERGENCY REVOLVING FUND		2,064,945
ADVANCES		
To suppliers for goods and freight	2,473,844	2,457,846
GRAND TOTAL	159,470,994	156,272,599

SCHEDULE 7

INVENTORIES AS AT 31 DECEMBER 1995

(United States dollars)

	1995	1993
UNICEF PROGRAMME SUPPLIES		
UNICEF Supply Division warehouse, Copenhagen		
In stock	34,822,780	31,862,008
In transit	749,167	685,314
	35,571,947	32,547,322
Packing materials	266,679	251,382
Total stocks in the UNICEF Supply Division warehouse, Copenhagen, and in transit	35,838,626	32,798,704
STOCKS IN OTHER LOCATIONS		
With suppliers	2,530	4,813
GREETING CARD AND RELATED OPERATIONS		
Raw materials	3,552,091	3,013,426
Products in process	1,166,626	1,028,921
Finished goods	5,482,577	8,072,375
	10,201,294	12,114,723
TOTAL INVENTORIES	46,042,449	44,918,239

SCHEDULE 8

CONTRIBUTIONS FOR FOLLOWING YEARS PLEDGED/RECEIVED IN ADVANCE
AS AT 31 DECEMBER 1995
(United States dollars)

	Received in advance				Pledged			
Donor	General resources	Supplementary funds	Emergency relief and rehabilitation	Subtotal	General resources	Supplementary funds	Emergency relief and rehabilitation	Total
GOVERNMENTS								
Algeria	25,000			25,000				25,000
Australia						9,573,786		9,573,786
Belgium						3,131,171		3,131,171
Canada		1,127,963		1,127,963		8,884,804		10,012,767
Egypt						635,000		635,000
Ireland		5,249		5,249		1,008,046		1,013,296
Italy						2,201,258		2,201,258
Madagascar						150,000		150,000
Namibia	2,000			2,000				2,000
Netherlands		3,226,087		3,226,087		20,705,962		23,932,049
Norway		240,000		240,000		3,686,709		3,926,709
Oman	50,000			50,000				50,000
Paraguay	6,000			6,000				6,000
Sweden		176,096		176,096		37,157,161		37,333,257
Switzerland						2,838,866		2,838,866
United Kingdom of Great Britain and Northern Ireland						1,846,154		1,846,154
United States of America		150,000		150,000		10,850,000		11,000,000
Subtotal	83,000	4,925,395		5,008,395		102,668,916		107,677,311
INTERGOVERNMENTAL AGENCIES								
OPEC Fund						150,000		150,000
Subtotal						150,000		150,000
NATIONAL COMMITTEES FOR UNICEF								
Canada		517,384		517,384		3,332,093	20,588	3,870,065
Germany						425,594		425,594
Netherlands		(2)		(2)		751,201		751,199
Switzerland						115,611		115,611
United Kingdom of Great Britain and Northern Ireland		2,330		2,330		109,809		112,139
United States of America						247,500		247,500
Subtotal		519,712		519,712		4,981,808	20,588	5,522,108

SCHEDULE 8 (concluded)

Donor	Received in advance				Pledged			
	General resources	Supplementary funds	Emergency relief and rehabilitation	Subtotal	General resources	Supplementary funds	Emergency relief and rehabilitation	Total
NON-GOVERNMENTAL ORGANIZATIONS								
Canada						76,021		76,021
Subtotal						76,021		76,021
UNITED NATIONS AGENCIES								
UNCDF						100,380		100,380
IFAD						1,122,976		1,122,976
Subtotal						1,223,356		1,223,356
GRAND TOTAL	**83,000**	**5,445,107**		**5,528,107**		**109,100,101**	**20,588**	**114,648,795**

SCHEDULE 9

ACCOUNTS PAYABLE AND OTHER UNLIQUIDATED OBLIGATIONS AS AT 31 DECEMBER 1995

(United States dollars)

	1995	1993
ACCOUNTS PAYABLE		
To the United Nations and specialized agencies		
For staff salaries and related allowances	16,205,456	6,959,189
Greeting Card and related Operations	8,131,896	5,297,834
Freight	5,055	19,608
Miscellaneous	12,085,198	20,994,544
TOTAL	36,427,605	33,271,174
UNLIQUIDATED OBLIGATIONS		
Programme budget accounts		
For supplies and equipment	60,770,514	59,082,706
For services	16,820,707	21,556,178
Administrative budget accounts	27,751,149	18,809,854
TOTAL	105,342,370	99,448,738
GRAND TOTAL	141,769,975	132,719,912

SCHEDULE 10

PROCUREMENT SERVICES AND OTHER SERVICES FOR THE BIENNIUM ENDED 31 DECEMBER 1995

(United States dollars)

		Balance as at 1 January 1994	Funds received	Funds pledged/ advanced	Total funds available	Expenditure	Funds returned/ transferred	Balance as at 31 December 1995
Governments		57,161,293	221,435,924	14,261,853	292,859,070	197,258,304	19,068,686	76,532,080
United Nations system		(615,542)	14,785,955	387,608	14,558,021	11,105,250	622,577	2,830,194
Others		7,638,450	13,258,873	348,756	21,246,079	10,031,207	5,467,474	5,747,398
	(schedule 10.1)	64,184,201	249,480,752	14,998,217	328,663,170	218,394,761	25,158,737	85,109,672
Total debit balances		13,204,010						12,621,920
Grand total		77,388,211						97,731,592

SCHEDULE 10.1

SPECIAL ACCOUNTS FOR PROCUREMENT SERVICES AND OTHER ACTIVITIES
FOR THE BIENNIUM ENDED 31 DECEMBER 1995

(United States dollars)

Customers	Balance as at 1 January 1994	Funds received	Funds pledged/ advanced	Total funds available	Expenditure	Funds returned/ transferred	Balance as at 31 December 1995
Afghanistan	16,624	8,090	255,606	280,319		505,346	(225,027)
AGFUND	(125,418)			(125,418)			(125,418)
Algeria	(472,798)	475,880		3,082			3,082
Argentina	411,120	656,462		1,067,582	1,092,242	1,318	(25,977)
Armenia		10,894	326	11,220	9,610	1,610	
Austria		84,550		84,550	7,105		77,445
Australia	70,890	12,866	540	84,296	18,210	12,185	53,901
Bangladesh	18,321,403	28,934,278	3,124,158	50,379,839	34,998,436	5,045,406	10,335,997
Belarus		337,553		337,553	294,902		42,651
Belgium		230,551	21,659	252,210	222,743	22,629	6,839
Belize	4,237	33,748	1,009	38,994	29,344	4,348	5,302
Benin	62,313	62,768	1,207	126,288	26,104	63,558	36,625
Bhutan	20,546	153,207		173,753	114,042	52,917	6,794
Bolivia	(285,984)	1,427,025	22,896	1,163,937	1,022,165	22,934	118,838
Botswana	759	104,324	345	105,427	106,303	3,036	(3,912)
Brazil	333,239	2,858,504	642,377	3,834,119	2,429,640	665,929	738,550
Burkina Faso	(1)	1	1,803	1,803		1,803	
Burundi	950	183,358	201	184,509	179,543	201	4,766
Cambodia	2,343	559,902		562,245	551,089	11,156	
Cameroon	2,639	35,925		38,564			38,564
Canada	668,551	993,208	322	1,662,081	954,402	1,512	706,167
Central African Republic	36,852	35,843	9,884	82,580	48,372	23,974	10,234
Chile	4,813	385,214		390,027	385,219	4,813	(5)
China	289,812	179,152	45,550	514,514	418,408	96,106	
Colombia	996,592		188,059	1,184,651	821,043	188,059	175,549
Comoros	(1,874)	8,061	1,874	8,061	8,418		(357)
Congo	7,364	130,749	5,984	144,097	63,494	8,084	72,519
Costa Rica	188			188		188	
Côte d'Ivoire	4,526	10,783	672	15,981	15,892	89	
Cuba	9,676			9,676		9,676	
Denmark	9,470,897	3,854,753	78,151	13,403,801	11,339,267	488,659	1,575,876
Dominica	79			79		79	
Dominican Republic		54,805	9,772	64,577	53,511	9,772	1,294
Ecuador	216,944	4,511,199	992	4,729,135	4,217,815	3,599	507,721
Egypt	7,310			7,310		7,310	
Eritrea		715,735		715,735	690,300		25,435
Estonia	326,530			326,530	290,324	36,206	
Ethiopia	503,967	(31,156)	42,898	515,709	96,578	230,978	188,153
European Union	(491,300)	611,731		120,431	984,352		(863,921)
Fiji		2,806		2,806	2,421		385
Finland	285,159	94,869	16,560	396,589	255,547		141,042
France	560,177	1,373,081		1,933,259	1,243,160	1,012	689,086

SCHEDULE 10.1 (continued)

Customers	Balance as at 1 January 1994	Funds received	Funds pledged/ advanced	Total funds available	Expenditure	Funds returned/ transferred	Balance as at 31 December 1995
Gabon	1,373			1,373		1,373	
Gambia	(5,583)	312,495	18,776	325,689	222,187	22,616	80,886
Germany	637,053	6,349,044		6,986,098	5,062,904		1,923,194
Ghana	252,326	1,802,751	98,172	2,153,249	1,472,757	254,480	426,011
Guatemala	4,876	2,424,768	5,940	2,435,585	1,708,213	14,649	712,722
Guinea	43,549	917,758	28,404	989,711	133,005	68,073	788,633
Guinea-Bissau	284	3,702		3,986	3,631	284	71
Guyana		810,702		810,702	790,718		19,984
Haiti	18,337		2,869	21,207		21,207	
Honduras		2,587,961		2,587,961	2,229,975		357,987
Iceland	(419)		419				
India	275,319	35,244,322	334	35,519,975	13,043,354	18,316	22,458,305
Indonesia	1,970,826		1,854	1,972,680	1,724,343	248,336	
Iran (Islamic Republic of)	6,680		6,647	13,327	6,161	6,680	486
Iraq	282,105		282,105	564,210	173,458	282,105	108,647
Ireland	14,904	65,517		80,421	50,895	2,718	26,808
Italy	2,068,279	(969,940)		1,098,339	913,696	(1,348,917)	1,533,560
Jamaica	54,479		5,543	60,021	5,525	20,504	33,992
Japan	(508,702)	24,408,797	(81,079)	23,819,016	29,227,658	525,760	(5,934,402)
Jordan		20,915		20,915	17,106	3,809	
Kenya	54,679	1,308,179	66,782	1,429,639	1,063,716	66,782	299,142
Kiribati	2,325		401	2,727	2,727		
Lao People's Democratic Republic		26,062		26,062	26,062		
Lebanon		151,448		151,448	183,548		(32,100)
Lesotho	25,117	70,292	1,841	97,249	85,522	8,015	3,711
Liberia	27,003		26,948	53,951	23,994	26,346	1,611
Libyan Arab Jamahiriya		249,493		249,493	218,598		30,894
Lithuania	5,892		29,838	35,730	35,730		
Macao		755		755	652	103	
Madagascar	2,075	396,055		398,131	311,447	256	86,428
Malawi	257,543	2,999,268	20,025	3,276,837	470,216	25,431	2,781,190
Maldives	243	(243)					
Mali	56,900	472,941	72,361	602,202	259,541	74,275	268,387
Mauritania	22,061	1,402,681	(21,927)	1,402,815	1,377,974	49,582	(24,741)
Mexico	1,068			1,068		1,068	
Micronesia (Federated States of)	10,048	59,835		69,883	44,078	3,851	21,953
Morocco	(535,727)	2,823,777	418,963	2,707,013	1,670,575	431,382	605,057
Mozambique		231,239	4,000	235,239	140,299		94,940
Myanmar	268,362		264,977	533,339	262,722	267,212	3,405
Nepal	19,670	354,777	9,513	383,960	257,874	29,997	96,089
Netherlands	1,006,764	4,516,092	9,809	5,532,666	5,105,456	138,453	288,756
Nicaragua	281	589,060		589,341	586,765	281	2,296
Niger	311,398		4,557	315,955	112,834	3,785	199,336
Nigeria	4,609,271	141,142	432,103	5,182,515	3,449,148	432,141	1,301,226
Norway	49,823	602,494	440	652,757	299,802	405	352,550

SCHEDULE 10.1 (continued)

Customers	Balance as at 1 January 1994	Funds received	Funds pledged/ advanced	Total funds available	Expenditure	Funds returned/ transferred	Balance as at 31 December 1995
Oman	128,084	969,982	64,854	1,162,920	840,447	70,743	251,730
OPEC Fund	(222,335)	246,054		23,719			23,719
Pakistan	1,075,186	13,089,057	613,099	14,777,342	10,772,195	613,099	3,392,048
Papua New Guinea	18,836	58,787	11,156	88,779	55,159	19,257	14,363
Paraguay	3,507		270	3,777		3,777	
Peru	33,507	4,942,622	1,177	4,977,306	4,204,342	3,542	769,423
Philippines	2,701,552	14,030,810	1,684,147	18,416,509	13,870,325	1,855,942	2,690,242
Poland	(3,190)		3,190				
Republic of Moldova		422,516		422,516	398,751	23,765	
Romania	5,459,276	28,847,953	3,701,904	38,009,133	13,630,001	3,765,935	20,613,197
Rwanda	222,095	88,042	2,357	312,494	100,680	6,215	205,599
Saint Kitts and Nevis	(2,489)		2,489				
Sao Tome and Principe	(6,376)	310,497	16,337	318,459	285,509	10,912	22,038
Senegal	29,444		614	30,058	28,861	614	583
Seychelles	(112)		112				
Sierra Leone	790,854	450,923	350,380	1,591,957	1,046,267	383,931	161,759
Slovakia	11,730		13,971	25,701	13,966	11,735	
Solomon Islands	34	10,120		10,154	9,881		273
Somalia	(24,026)		24,026				
Spain		120,526		120,526	116,441	4,085	
Sri Lanka	2,659	407,863	114	410,636	171,645	498	238,493
Sudan	350,726	855,992	266,717	1,483,436	973,688	455,683	54,065
Syrian Arab Republic	(8,367)	61,960	8,296	61,889	59,118	739	2,032
Swaziland	(12,824)		12 824				
Sweden	205,097	1,403,571	85,325	1,693,993	1,778,959	85,761	(170,726)
Switzerland	68,748	176,007	1,604	246,360	86,206	1,604	158,549
Thailand	2,956	160,957		163,912	129,178	2,956	31,779
Tokelau	(1,354)	30,515	1,585	30,745	28,724	230	1,791
Tonga		2,487		2,487	2,487		
Tunisia	614	148,166	2,058	150,838	150,429	2,664	(2,255)
Turkey	1,517,071	458,812	6,223	1,982,106	1,423,284	101,947	456,875
Turkmenistan		211,020		211,020	28,280		182,739
Uganda	456,505	237,460	105,371	799,336	194,234	112,020	493,083
United Kingdom of Great Britain and Northern Ireland	(19,086)	175,154	25,007	181,073	169,225	(47,995)	59,843
United Republic of Tanzania	1,069,977	6,663,747	411,815	8,145,539	6,829,674	711,519	604,346
United States of America	(430,726)	4,379,298	378,542	4,327,115	2,893,294	1,256,719	177,102
Venezuela		2,106,380		2,106,380	483,692		1,622,688
Yemen	395,746	462,407	169,794	1,027,948	407,442	192,684	427,822
Yugoslavia (former)	25			25		25	
Zaire	412,243	170,862	9,538	592,644	2,577	19,497	570,569
Zambia	81,659	214,565	73,076	369,301	75,165	73,329	220,806
Zimbabwe	276,639	45,952	30,420	353,011	233,313	97,403	22,296
Total	57,161,293	221,435,924	14,261,853	292,859,070	197,258,304	19,068,686	76,532,080

SCHEDULE 10.1 (concluded)

Customers	Balance as at 1 January 1994	Funds received	Funds pledged/ advanced	Total funds available	Expenditure	Funds returned/ transferred	Balance as at 31 December 1995
UNITED NATIONS SYSTEM							
FAO	(4,542)	20,196		15,654	15,490	400	(236)
IAEA	(9)	1,202		1,193	1,192	1	
ILO	(1,424)	20	2,145	741		741	
PAHO	15,610	341,832	8,251	365,693	367,277	41,244	(42,829)
United Nations Secretariat	(24,545)	19,254	60,140	54,849	19,528	94,917	(59,596)
UNCDF		8,852	104	8,956	8,852	104	
UNDP	(62,466)	651,784	81,022	670,340	501,171	170,267	(1,097)
UNDRO	(16,106)		31,731	15,625		15,625	
UNESCO	(226,034)	222,574	1,540	(1,921)	(2,375)	454	
UNFDAC	214			214	214		
UNFPA	(58,669)	10,359,905	45,977	10,347,213	6,917,482	28,246	3,401,485
UNHCR	20,774	945,391	42,171	1,008,336	1,016,816	74,506	(82,986)
UNRWA	(228,450)	701,935	12,422	485,908	651,155	6,648	(171,894)
WFP	12,743	122,848	295	135,886	123,532	12,470	(116)
WHO	(45,014)	1,203,466	101,810	1,260,262	1,332,770	176,953	(249,461)
World Bank	2,376	180,206		182,582	145,529		37,054
UNICEF Greeting Card Operation		6,489		6,489	6,618		(129)
Total	(615,542)	14,785,955	387,606	14,558,021	11,105,250	622,577	2,830,194
Others	7,636,450	13,258,873	348,756	21,246,079	10,031,207	5,467,474	5,747,398
Total		249,460,752	14,998,217	328,663,170	218,394,761	25,158,737	
Net credit balances	64,164,201						85,109,672
Total debit balances	13,204,010						12,621,920
Gross credit balances	77,368,211						97,731,592

SCHEDULE 11

INCOME, EXPENDITURES AND FUND BALANCE RELATED TO PROCUREMENT SERVICES FOR THE BIENNIUM ENDED 31 DECEMBER 1995

(United States dollars)

SOURCES OF FUNDS	
Fund balance, 1 January 1994	2,000,000
Funds received	10,271,375
Price variance	791,194
Total funds available	13,062,569
USES OF FUNDS	
Staff-related expenses	5,367,442
Transfer to miscellaneous income	5,695,127
Total expenditures	11,062,569
Fund balance, 31 December 1994	2,000,000

SCHEDULE 12

SUMMARY OF OVEREXPENDITURES IN COUNTRY PROGRAMMES
FOR THE BIENNIUM ENDED 31 DECEMBER 1995

(United States dollars)

Region/country	General resources	Supplementary funds	Emergency relief & rehabilitation	Total
AFRICA				
Botswana		185		185
Cape Verde	24,130			24,130
Central African Republic	301	5,777		6,078
Comoros		237		237
Congo		41,398		41,398
ESARO	4,882			4,882
Ethiopia		8,691	131,539	140,230
Gambia		709		709
Ghana		170		170
Guinea	125,856			125,856
Kenya			2,159	2,159
Lesotho			237	237
Liberia			65,335	65,335
Mauritania	1,838	32,488		34,326
Mozambique		497		497
Namibia			26,905	26,905
Niger	119,241	9,190		128,431
Nigeria	594	8,632		9,226
Rwanda		146	6,413	6,559
Senegal	188	26,213		26,401
Sierra Leone			7,499	7,499
Sudan Emergency Operation	18,397		746,167	764,564
Swaziland	3,799	5,862		9,661
Uganda		28,957		28,957
United Republic of Tanzania		96,512		96,512
WCARO		9,218		9,218
Zaire		190		190
Zambia		20,973		20,973
Zimbabwe	51,547	30,124		81,671
Total	350,773	326,169	986,254	1,663,196
AMERICAS AND THE CARIBBEAN				
Barbados	1,441			1,441
Caribbean regional	67,421			67,421
Central America and Panama	2,312			2,312
Ecuador		5,527		5,527
El Salvador		193		193

SCHEDULE 12 (continued)

Region/country	General resources	Supplementary funds	Emergency relief & rehabilitation	Total
Haiti	1,876	15,749	16,926	34,551
Paraguay	441,437			441,437
Peru	86,816			86,816
Total	601,303	21,469	16,926	639,698
ASIA				
Bangladesh		19	51,203	51,222
Cambodia		94,714		94,714
China	316			316
EAPRO	27,958			27,958
Indonesia		6,324		6,324
Pacific Islands		12,475		12,475
SARO	20			20
Viet Nam		24,276		24,276
Total	28,294	137,808	51,203	217,305
EUROPE				
Afghanistan rehabilitation programme			229,479	229,479
Armenia			229	229
Azerbaijan			168,829	168,829
Bosnia and Herzegovina			4,532	4,532
Federal Republic of Yugoslavia			3,132	3,132
Georgia			33,933	33,933
Kazakstan			42,579	42,579
Tajikistan			31,696	31,696
The former Yugoslav Republic of Macedonia			5,674	5,674
Union of Soviet Socialist Republics (former)			27,302	27,302
Yugoslavia (former)	511,190		20,411	531,601
Yugoslavia (former) (new area)			69,079	69,079
Total	511,190		636,875	1,148,065
MIDDLE EAST AND NORTH AFRICA				
Djibouti	7,451			7,451
Egypt	409,386			409,386
Gulf Area Office-regional	9,863			9,863
Iraq			55,055	55,055
MENARO	13,673			13,673
Sudan	5,164		45,103	50,267
West Bank and Gaza	44,471	13		44,484
Yemen			7,943	7,943
Total	490,008	13	108,101	598,122

SCHEDULE 12 (concluded)

Region/country	General resources	Supplementary funds	Emergency relief & rehabilitation	Total
INTERREGIONAL				
Food and nutrition surveillance	142,297			142,297
Education Reserve Fund	34,314			34,314
Micronutrients/iodine deficiency disorders	8,118			8,118
Impact of AIDS on women and children		55,745		55,745
Children in difficult circumstances		73,379		73,379
Mortality Reduction Reserve		40,514		40,514
Total	184,729	169,638		354,367
Grand total	2,166,297	655,097	1,799,359	4,620,753

Annex I

STATISTICAL AND OTHER DATA

The present annex comprises tables giving statistical and other data concerning UNICEF activities which, although not forming part of the financial statements, are provided for information purposes.

Tables

1. Total programmes funded from general resources, supplementary funds and emergency relief rehabilitation approved during the biennium ended 31 December 1995 (summary by region and type of programme).

2. Summary of programmes funded from general resources approved by the Executive Board during the biennium ended 31 December 1995 (by region and type of programme).

3. Programmes entering into effect during 1994-1995 between Board sessions corresponding to specific contributions received or pledged during 1994-1995 and adjustments and transfers.

4. Summary of expenditures in 1994-1995 by region and type of programme.

5. Expenditure for cooperation by programme in 1994 and 1995.

6. Status of funds from the United Nations system related to Board-approved programmes for the biennium ended 31 December 1995.

Table 1

Total programmes funded from general resources, supplementary funds and emergency relief and rehabilitation funds approved during the biennium ended 31 December 1995

(Thousands of United States dollars)

Programme	Africa		Americas and the Caribbean		Asia		Middle East and North Africa		Interregional a/		Total			
	1994	1995	1994	1995	1994	1995	1994	1995	1994	1995	1994	1995	Total	Percentage
Health	117,474	84,263	22,664	20,898	25,570	165,350	20,714	9,266	11,374	26,097	197,796	305,874	503,670	26
Water supply and sanitation	44,357	31,856	8,716	11,492	9,766	62,178	7,326	4,651	30	4,644	70,197	114,820	185,017	10
Nutrition and household food security	21,602	15,249	4,444	2,906	10,886	29,492	628	779	580	4,017	38,140	52,533	90,673	5
Education	36,844	31,114	11,829	15,052	13,304	74,242	8,738	5,912	830	8,692	73,545	135,012	208,557	11
Young child development	2,217	1,242	1,056	2,128	225	436	320	858			3,818	4,664	8,482	0
Community organization and development	6,705	15,328	4,728	6,399	843	27,355	247	704	157	214	12,680	50,000	62,680	3
Area-based, integrated and urban services	44,349	1,745	1,718	2,739		16,697	5,076	2,542			51,143	23,722	74,865	4
Women-centred programmes	2,685	3,815	1,391	5,760	2,545	12,221	1,350	887		780	6,171	23,463	31,634	2
Children in especially difficult circumstances	5,926	11,123	6,005	9,113	1,975	14,384	50	609	1,179	7,258	15,137	42,487	57,624	3
Advocacy	14,424	13,619	4,584	5,157	4,428	21,218	2,361	2,403	(56)	250	25,741	42,645	68,386	4
Planning and social statistics	17,887	17,064	4,698	2,462	1,510	15,194	1,423	660	315	4,518	25,833	39,917	65,750	3
Programme support	22,068	21,644	6,821	5,210	6,437	41,795	3,210	3,337	1,125	8,737	39,661	80,723	120,384	6
Emergency relief and rehabilitation	115,146	69,712	4,077	2,698	4,127	10,360	53,554	51,378	48,708	53,257	225,612	187,405	413,017	21
Unallocated reserve b/				2,000		5,000				43,000	0	50,000	50,000	3
Total	453,686	317,793	82,731	94,102	81,618	495,920	104,997	83,986	64,242	161,464	787,474	1,153,265	1,940,739	100
Balance from previously approved programmes														
Programme cancellations											(35,927)	(25,067)	(60,994)	
Recovery cost											16,984	21,154	38,138	
Subtotal											768,531	1,149,352	1,917,883	
Savings and deficit Adjustments												1,019	1,019	
GRAND TOTAL											768,531	1,150,371	1,918,902	

a/ Includes, in 1994 figures, the amount of $43,187, and in 1995 figures, the amount of $93,546 for Central and Eastern European countries.

b/ This assistance cannot be broken down into the categories above.

Table 2

Summary of programmes funded from general resources approved by the Executive Board during the biennium ended 31 December 1995

(Thousands of United States dollars)

Programme	Africa		Americas and the Caribbean		Asia		Middle East and North Africa		Interregional a/		Total			
	1994	1995	1994	1995	1994	1995	1994	1995	1994	1995	1994	1995	Total	Percentage
Health	59,922	42,196	10,646	3,687	7,771	101,828	15,605	6,321	1,900	16,971	95,844	171,003	266,847	26
Water supply and sanitation	21,798	20,479	1,012	300	1,220	39,700	5,451	2,110		4,423	29,481	67,012	96,493	9
Nutrition and household food security	14,129	8,577	850	230	3,100	19,378	80	818	100	4,017	18,259	33,020	51,279	5
Education	24,708	22,323	4,606	1,332	3,245	66,115	5,710	3,174	500	8,476	38,769	101,420	140,189	14
Young child development	650	870	56	298	225		190	488			1,121	1,656	2,777	0
Community organization and development	430	5,939		1,215		19,866		360			430	27,380	27,810	3
Area-based, integrated and urban services	44,294	961	682	184		16,681	5,076	2,348			50,052	20,174	70,226	7
Women-centred programmes	2,870	3,482	72	200	470	11,349	1,328	600			4,740	15,631	20,371	2
Children in especially difficult circumstances	4,145	4,294	700	866	1,000	7,827	50	604	400	2,512	6,295	16,103	22,398	2
Advocacy	14,161	11,730	2,436	1,074	1,220	19,645	1,825	1,077		250	19,642	33,776	53,418	5
Planning and social statistics	16,322	16,543	3,614	1,045	1,510	15,194	1,423	660	100	4,456	22,969	37,898	60,867	6
Programme support	21,904	20,971	5,744	2,367	6,180	41,710	3,210	3,337	1,125	7,025	38,163	75,410	113,573	11
Emergency relief and rehabilitation	4,450	850			600	5,060	2,258	806	16,000	15,895	23,308	22,611	45,919	4
Unallocated reserve b/				2,000		5,000				43,000	0	50,000	50,000	5
Total	229,783	159,215	30,418	14,798	26,541	369,353	42,206	22,703	20,125	107,025	349,073	673,094	1,022,167	100
Balance from previously approved programmes														
Programme cancellations											(35,927)	(25,067)	(60,994)	
Subtotal											313,146	648,027	961,173	
Savings and deficit												1,019	1,019	
GRAND TOTAL											313,146	649,046	962,192	

a/ The 1994 figure includes $ 4,000 and the 1995 figure includes $49,000 approved for Central and Eastern European countries and the Commonwealth of Independent States.
b/ This assistance cannot be broken down into the categories above.

Table 3

Programmes entering into effect during 1994–1995 between Board sessions corresponding to specific contributions received or pledged during 1994–1995 and adjustments and transfers

(Thousands of United States dollars)

Programme	Africa		Americas and the Caribbean		Asia		Middle East and North Africa		Interregional a/		Total			
	1994	1995	1994	1995	1994	1995	1994	1995	1994	1995	1994	1995	Total	Percentage
Health	57,552	42,067	12,018	17,211	17,799	63,522	5,109	2,945	9,474	9,126	101,952	134,871	236,823	26
Water supply and sanitation	22,559	11,377	7,704	11,192	8,548	22,478	1,875	2,541	30	221	40,716	47,808	88,524	10
Nutrition and household food security	7,473	6,672	3,594	2,766	7,786	10,114	548	(39)	480		19,881	19,513	39,394	4
Education	14,136	8,791	7,223	13,720	10,059	8,127	3,028	2,738	330	216	34,776	33,592	68,368	7
Young child development	1,567	372	1,000	1,830		436	130	370			2,697	3,008	5,705	1
Community organization and development	6,275	9,389	4,728	5,184	843	7,489	247	344	157	214	12,250	22,620	34,870	4
Area-based, integrated and urban services	55	784	1,036	2,555		16		194			1,091	3,548	4,639	1
Women-centred programmes	15	333	1,319	5,560	2,075	872	22	287		780	3,431	7,832	11,263	1
Children in especially difficult circumstances	1,783	6,829	5,305	8,247	975	6,557		5	779	4,746	8,842	26,384	35,226	4
Advocacy	263	1,869	2,148	4,083	3,208	1,573	536	1,326	(56)		6,099	8,869	14,968	2
Planning and social statistics	1,565	541	1,084	1,417					215	62	2,864	2,019	4,883	1
Programme support	164	673	1,077	2,843	257	85				1,712	1,498	5,313	6,811	1
Emergency relief and rehabilitation	110,696	68,862	4,077	2,698	3,527	5,300	51,296	50,572	32,708	37,362	202,304	164,794	367,098	40
Unallocated reserve b/											0	0	0	
Total	224,103	158,578	52,313	79,304	55,077	126,587	62,791	61,283	44,117	54,439	438,401	480,171	918,572	100
Recovery cost Adjustments											16,984	21,154	38,138	
GRAND TOTAL											455,385	501,325	956,710	

a/ The 1994 figures includes $39,187 and the 1995 figure includes $44,546 for Central and Eastern European countries and the Commonwealth of Independent States.
b/ This assistance cannot be broken down into the categories above.

Table 4

Summary of expenditures in 1994 – 1995 by region and type of programme

(Thousands of United States dollars)

Programme	Africa		Americas and the Caribbean		Asia a/		Middle East and North Africa a/		Interregional b/		Total			
	1994	1995	1994	1995	1994	1995	1994	1995	1994	1995	1994	1995	Total	Percentage
Child health														
Immunization	30,368	24,992	2,281	2,165	38,509	45,182	6,385	5,653	1,261	7,414	78,804	85,406	164,210	10
Oral rehydration therapy	3,196	1,908	1,286	1,550	3,254	2,778	1,340	954	57	140	9,135	7,330	16,465	1
Other health	45,555	48,726	18,102	17,538	36,322	33,611	6,211	6,927	7,382	11,907	113,572	118,910	232,482	14
Subtotal	79,121	75,626	21,669	21,253	78,085	81,771	13,936	13,534	8,700	19,461	201,511	211,646	413,157	25
Child nutrition and food	9,404	9,987	3,989	2,641	14,938	15,132	529	784	2,478	2,483	31,338	31,026	62,364	4
Water supply and sanitation	24,831	24,154	6,584	9,057	43,822	31,936	5,334	4,485	768	1,550	81,339	71,182	152,521	10
Education c/	16,919	22,325	14,687	15,285	46,873	35,338	5,656	8,360	2,405	3,716	86,540	85,022	171,562	11
Other programme areas d/	20,532	20,540	16,026	16,952	19,778	19,870	2,461	3,167	2,635	4,607	63,432	65,136	128,568	8
Emergency	107,236	90,208	3,640	4,172	9,756	14,818	59,033	51,174	35,969	42,669	215,636	203,041	418,677	26
Planning/advocacy/programme support	46,259	49,526	17,852	23,728	30,437	32,695	10,759	11,753	15,123	18,673	120,830	136,375	257,205	16
Total	304,304	292,366	86,447	93,087	243,689	231,559	97,706	93,256	68,478	93,160	800,626	803,430	1,604,056	100
Programme support services											99,100	108,183	207,283	
Total assistance											899,726	911,613	1,811,339	
Administrative services											91,412	98,923	190,335	
Recovery from programmes														
TOTAL EXPENDITURE											991,138	1,010,536	2,001,674	

a/ Figures for Asia include Afghanistan rehabilitation programme and figures for the Middle East and North Africa include Turkey.

b/ Includes, in 1994 figures, an amount of $39,267, and in 1995 figures, an amount of $57,801, for Central and Eastern European countries and the Commonwealth of Independent States.

c/ Includes young child development programme.

d/ Consists of community development and organization, children in especially difficult circumstances and women-centred programmes.

Table 5

Expenditure for cooperation by programme in 1994 and 1995

(Thousands of United States dollars)

Programme	1992		1993		Total 1992–1993		1994		1995		Total 1994–1995		1994–95 over 1992–93 Increase (decrease)	
	Amount	Per cent of total	Amount	Per cent of total	Amount	Per cent of total	Amount	Per cent of total	Amount	Per cent of total	Amount	Per cent of total	Amount	Percentage
Child health	227,754	31	210,616	26	438,370	28	201,511	25	211,646	26	413,157	26	(25,213)	-13
Child nutrition	31,955	4	31,308	4	63,263	4	31,338	4	31,026	4	62,364	4	(899)	-3
Water supply and sanitation	84,082	11	84,128	10	168,210	11	81,339	10	71,183	9	152,522	10	(15,688)	-19
Education a/	71,502	10	72,312	9	143,814	9	86,540	11	85,022	11	171,562	11	27,748	32
Other programme areas b/	53,336	7	56,404	7	109,740	7	63,432	8	65,136	8	128,568	8	18,828	30
Emergency	166,599	22	222,507	28	389,106	25	215,636	27	203,041	25	418,677	26	29,571	14
Planning/advocacy/ programme support	108,580	15	126,427	16	235,007	15	120,830	15	136,375	17	257,205	16	22,198	18
Total	743,808	100	803,702	100	1,547,510	100	800,626	100	803,430	100	1,604,056	100	56,545	59
Programme support services	98,340		99,934		198,274		99,100		108,183		207,283			
Total assistance	842,148		903,636		1,745,784		899,726		911,613		1,811,339			

a/ Includes young child development.
b/ Consists of community development and organization, children in especially difficult circumstances and women-centred programmes.

Table 6

Status of funds from the United Nations system related to Board-approved programmes for the biennium ended 31 December 1995

(United States dollars)

	Opening balance 1 January 1994	Received	Accounts adjusted	Total	Expenditures	Returned/ transferred	Balance 31 December 1995
UNCDF	(27 582)	350 000		322 418	177 353		145 065
United Nations Department of Humanitarian Affairs	1 042 006	2 140 744	(608 567)	2 574 183	2 273 818		300 365
UNDP	(1 251 582)	126 907		(1 124 675)	281 424		(1 406 099)
UNDRO	698 745			698 745	540 229		158 516
UNESCO	4 500			4 500			4 500
UNFPA	(1 112 425)	4 328 328		3 215 903	3 854 875		(638 972)
UNHCR	459 046	986 017		1 445 062	2 192 053	76 422	(823 413)
UNIFEM					5 784		(5 784)
United Nations Trust Fund	(808 939)	16 754		(792 185)	111 623		(903 808)
Office of the Special Representative of the Secretary-General for Cambodia	(600 000)	911 846		311 846	157 194		154 652
Coordinator for United Nations Assistance Programme Relating to Afghanistan	2 464 043	339 500		2 803 543	1 957 167		846 376
ILO		14 000		14 000	13 152		848
IFAD							
PAHO	9 355			9 355			9 355
WHO	7 634	33 299		40 933	34 281		6 652
World Bank	2 592 420	5 250 000		7 842 420	10 437 006		(2 594 586)
United Nations Emergency Fund							
Department of Humanitarian Affairs/CERF	(608 567)		608 567				
Department of Humanitarian Affairs/Iraq	12 245 908	7 550 737		19 796 645	17 482 704		2 313 941
Total	15 114 561	22 048 132	0	37 162 693	39 518 663	76 422	(2 432 392)

Annex II

GLOSSARY OF SELECTED UNICEF TERMINOLOGY USED IN THE REPORT

ACCOUNTS, AUDITED

The financial statements of the organization for a specified period or at a specified date audited by the External Auditors (United Nations Board of Auditors).

ACCRUAL BASIS OF ACCOUNTING

The accrual basis of accounting for revenue in each financial period means that income is recognized when it is due and not when it is received. Accrual of expenditures in each financial period means that costs are recognized when obligations arise or liabilities are incurred and not when payments are made.

ASSET

An asset is a resource owned by or due to the organization as a result of past events.

BUDGET

A plan in financial terms for carrying out proposed activities in a specified time. The term "budget" is used to refer to UNICEF administrative and programme support costs, as well as to the Greeting Card and related Operations. However, the Executive Board approves an appropriation of funds only for UNICEF administrative and programme support costs.

Budget appropriations

The total appropriation of funds approved by the Executive Board for UNICEF administrative and programme support costs, against which obligations may be incurred for those purposes up to the amount so approved.

Budget estimates

Estimates of the costs of proposed administrative and programme support activities prepared for submission to the UNICEF Executive Board for the approval of relevant appropriations.

Budget estimates, revised

Resulting from Executive Board approval of "supplementary estimates" proposed to adjust an approved budget.

CASH HOLDINGS

The aggregation of all the funds of the organization, including coins, bank notes, cheques, balances in current and call accounts, saving accounts and interest-bearing deposits.

Cash-in-transit

Cash transfers between one or more UNICEF bank accounts at a specified time.

Cash in current bank accounts

The aggregate of money maintained in UNICEF bank accounts, as reflected in UNICEF books of account, to sustain operational requirements.

Cash in interest-bearing deposits

Funds temporarily available, over those needed for immediate requirement, held in short-term interest-bearing deposits and ready to be drawn down when needed.

Cash-on-hand (also called "petty cash")

Cash kept on hand by authorized officers as a convenience for making small payments on behalf of the organization.

CONTRIBUTIONS, VOLUNTARY

Contributions to UNICEF that are offered and accepted without reference to a scale of assessment determined by any United Nations legislative body.

CONTRIBUTIONS RECEIVABLE

Contributions pledged to UNICEF but not received until a future time.

CURRENCIES OF "RESTRICTED USE" FOR UNICEF

Currencies, the use of which (mainly in respect of transferability and convertibility) is limited because of foreign exchange regulations or donor's wish. When those limitations do not exist, the currencies are considered by UNICEF as "unrestricted" because these are fully convertible.

EARMARKED

To give expression to a restriction imposed by agreement or by administrative action on the use of an account or of an equivalent amount of assets.

EXPENDITURES

Expenditure for a financial period is the sum of the disbursements and valid unliquidated obligations made against the appropriation/allocation of the period.

FINANCIAL PERIODS

The operating period of the organization, covered by the financial statements, is on a biennial basis.

FINANCIAL REGULATIONS

Until 31 December 1987, UNICEF accounts were maintained in accordance with the Financial Regulations of the United Nations, with such modifications as required by the nature of UNICEF work. Since 1 January 1988, UNICEF accounts have been maintained in accordance with the UNICEF Financial Regulations and Rules.

FUND BALANCE

Fund balances and reserves represent the difference between the assets and the liabilities of the organization. Consists of funds available for the implementation of programmes funded by general resources and supplementary funds as well as funds available for the acquisition of capital assets.

INCOME

Income for a financial period is defined as money or money equivalent received or accrued during the financial period which increases existing net assets.

UNICEF income is recorded on the basis of funds or pledges received for the current year. It comprises funds classified as "general resources", "supplementary funds" and "emergency relief and rehabilitation".

Income, deferred

Funds received or pledges recorded as receivable, attributable to future financial periods and, therefore, not credited to the income account of the period reported on.

Income, general resources

Unearmarked income which includes funds from voluntary annual contributions of Governments, the net income from the Greeting Card and related Operations, funds contributed by the public and certain "other (or miscellaneous) income".

Income, other

Also referred to as "miscellaneous income" for general resources.

Miscellaneous income is defined in the United Nations system as income other than (a) the value of assessed or voluntary contributions and (b) such other income items as may be excluded under the organization's financial regulations and rules.

In UNICEF, this includes income other than the value of the voluntary contributions and the net income of the Greeting Card and related Operations.

Income, supplementary funds

Specific contributions for programmes approved by the UNICEF Executive Board, in addition to general resources, which then become part of UNICEF programmes.

Consists of funds contributed to UNICEF by Governments, non-governmental organizations and United Nations agencies for specific purposes.

Income, emergency relief and rehabilitation

Consists of funds contributed to UNICEF by Governments, non-governmental organizations and United Nations agencies for emergency appeals.

INVENTORY

The value of supplies and equipment for programmes owned by the organization, as well as the Greeting Card and related Operations materials at the end of an accounting or financial period.

LIABILITY

A liability is a present obligation of the organization arising from past events, the settlement of which is expected to result in an outflow of resources from the organization.

LIQUIDITY POLICY

Owing to the nature of programme implementation and UNICEF cash flows, there may occur, from time to time, short-term imbalances between general resources cash disbursements and cash receipts. The UNICEF liquidity policy allows these temporary imbalances to be offset by up to one half of the balance of supplementary cash-on-hand.

LIQUIDITY REQUIREMENT

In order to meet UNICEF liquidity requirements, general resources convertible cash balances, at the end of each fiscal year, are required to equal 10 per cent of projected general resources income for the next fiscal year.

LOCAL CURRENCY

The currency of the country or area in which the local financial records of an activity are kept and/or in which its local financial transactions take place.

NON-EXPENDABLE PROPERTY

Items of property and equipment charged to the administrative budget with an individual unit cost of at least $1,500.

OBLIGATION

Obligations are amounts of orders placed, contracts awarded, services received and other transactions which involve a charge against the resources of the current financial period. Obligations may be maintained either for that period or until liquidated or cancelled.

PLEDGE

A written commitment by a prospective donor to make a voluntary contribution to UNICEF. A written commitment which is subject to the need to secure an appropriate national legislative approval is considered a pledge.

PROCUREMENT SERVICES

UNICEF assists Governments, United Nations agencies and non-governmental organizations working in the fields of benefit to children by undertaking, on request and on a reimbursable basis, the procurement of goods and services. A small handling charge is added by UNICEF to the cost of the supplies and services to cover the costs of extra administration and documentation (see special accounts).

RATES OF EXCHANGE

The UNICEF accounts are maintained in United States dollars. Transactions in other currencies are converted for recording into United States dollars, in principle, at the United Nations operational rates of exchange.

RESERVE FOR INSURANCE

A reserve of $200,000 was established by the Executive Board in November 1950 when UNICEF adopted a policy of self-insurance for programme supplies. UNICEF also has a reserve for third-party liability, which had a balance as at 31 December 1995 of $26,399.

SCHEDULE

Explanatory or supporting analyses accompanying financial statements.

SPECIAL ACCOUNTS

Funds accepted by UNICEF mainly to cover the costs of procurement of supplies and services undertaken by UNICEF on behalf of others. They also include financing provided by sponsors to cover the costs of junior professional officers as well as costs specifically approved by the Executive Board, such as those relating to the World Summit for Children and the World Conference on Education for All. These funds are not considered UNICEF income and are recorded separately and distinguished from funds that are part of income and are spent for programmes approved by the Board.

SPECIFIC CONTRIBUTIONS

Programme recommendations are often prepared in excess of the input available from general resources. These recommendations are approved by the Board as suitable for funding by supplementary contributions and contributions for emergency relief and rehabilitation from donors. When a contribution for specific purposes is made for such a programme, the corresponding commitment enters into effect (usually between Board sessions).

UNENCUMBERED BALANCE

That portion of the approved budget that has not been expended at the end of the year. The unspent balance at the end of the biennium is cancelled and reported to the Executive Board.

WRITE-OFF

An adjustment to the accounts in order to record the loss of or reduction in the value of an asset.